

review with today's Times No 61,099

### Heavy lorry Bill may be defeated

Defeat faces the Government next week over its proposals to raise the maximum weight of lorries from 32.5 to 40 tonnes (Philip Webster writes). Sensing Conservative disunity over the plan, contained in a White Paper on Tuesday, the Opposition has tabled a motion for a vote on Wednesday, stating that the Government's proposals are inadequate to solve the existing problem of heavy lorries and opposing any further increase.

### Spain applies to join Nato

Spain could become the sixteenth member of the North Atlantic Treaty Organization by the spring, Dr Joseph Luns, Nato Secretary-General, welcomed the Spanish initiative to join the alliance. The value of Spain to Nato is as much its strategic position as its 342,000 men in uniform. Page 6

### Labour group loses 11 to SDP

Eleven members of the ruling Labour group on Southwark borough council, in south London, will quit the party today to join the SDP, alleging that the government's economic policy is a failure. The group of party members, including the borough's Labour councillor, will be the first to leave the party since its formation in 1976. Page 2

### Schools Council seeks meeting

Criticism of the Schools Council published in *The Times* yesterday moved Mr John Tomlinson, the council's chairman, to seek an urgent meeting with Sir Keith Joseph, Secretary of State for Education, to "clarify the issues". Some of the proposed changes could imply the council's closure. Page 2

### Courts given new powers

Imprisonment for offenders aged under 21 is abolished under the terms of a new Criminal Justice Act, giving the courts new powers but critics argue that the Bill will not be enough to cut overcrowding in prisons. Page 4

### Doubts remain on Sinai force

The Israeli and American governments issued the text of their joint statement on the Sinai Peninsula, but the Israeli veto on the participation of contingents from four European nations. But there was uncertainty over the Europeans' reaction. Page 6

### New hope for bone children

The Prime Minister says the Government is looking at the possibility of opening more bone marrow transplant centres. *The Times* reported yesterday that funds limit transplants at the Westminster Hospital, London, to 25 a year, and 97 children had died waiting. Back page

### Docherty sacked

Tommy Docherty was dismissed as manager of Preston North End, the third division football club, last night. Alan Kelly, his assistant, has been put in temporary charge. Docherty, 43, was sacked from his post after a summer of mismanagement. Page 1

### Commons recess

The House of Commons will rise for the Christmas recess on December 23 and the Lords on December 22. Both will return on January 18. There will be no sitting of the Lords on December 18 and 21. Page 1

### Dearer milk

A pint of milk will cost more next week, rising probably by 1p to 20p. Mr Peter Walker, Minister of Agriculture, has agreed to a price rise for the dairy industry for an increase and is expected to make an announcement next Thursday. Page 1

### Bank lending rate down by 1%

## New year cut expected in mortgage rate

By John Whitmore and Lorna Bourke  
The cost of borrowing will be marginally cheaper from today after a small cut in the base lending rate by the main high street banks, from 15 to 14 1/2 per cent.

But this does not mean a big enough reduction to allow for an instant cut in building society interest rates. If interest rates in the money markets ease further over the next week or two, however, then there could well be lower mortgage rates, if not before Christmas then early in the New Year.

While the Government hopes that interest rates will continue to fall, it has said that it does not expect them to fall swiftly. The official aim, at the moment, appears to be to allow interest rates to fall steadily over months rather than in sudden big steps.

The monetary authorities believe they are regaining control over the money supply after the excessive growth during the summer, part of which resulted from the impact of the civil service's decision to raise its pay by 10 per cent.

The official aim, at the moment, appears to be to allow interest rates to fall steadily over months rather than in sudden big steps. A further consideration is the exchange rate. Although the Government has no official exchange rate target, it is assumed that it would like the rate to continue somewhere close to its present level.

That means that United Kingdom interest rates cannot be lowered as far as the rest of the world's financial markets. The recent falls in United States interest rates have made it easier for British rates to be cut, but there have been signs over the last few days that United States rates have stopped falling for the present.

Yesterday the pound closed 180 cents down at \$4.935. The effect of a weaker pound in the money market will be to lower interest rates for prime industrial borrowers to 15 per cent.

Most personal borrowers are charged anything from 3 to 5 per cent over base rate for overdraft facilities. None of the high street banks have moved their loan rates, in spite of the bank base rates falling 1 1/2 points since the banks' mortgage rate was fixed at a record 15 per cent on October 8. But if interest rates continue downward it is not impossible that they will cut in bank mortgage rates before Christmas, a Barclays spokesman said.

With the banks making 25 per cent of all new home loans, the building societies regard the banks' move as a threat to their business. The banks' mortgage rate was fixed at a record 15 per cent on October 8. But if interest rates continue downward it is not impossible that they will cut in bank mortgage rates before Christmas, a Barclays spokesman said.

Our position is that the flow of funds into societies is not going to be as high as it was in the summer. Mr John Fry of Abbey National said. The societies' intake of cash (net receipts) dropped to £154m during October from £154m during September.

Mr Michael Heseltine, Secretary of State for the Environment, announced yesterday that he has decided for the first time to use his powers under the Housing Act, 1980, to force through the sale of council houses in Norwich. Mr Heseltine told the House that the Norwich City Council had been given repeated warnings that they were moving too slowly in fulfilling the rights of their tenants to buy their homes.

The intervention by the Secretary of State, which caused uproar on the Labour benches in the Commons, means that civil servants from the Department of the Environment will move into Norwich on Monday to take over the task of selling council houses to tenants.

The Department said yesterday that about 12 other councils have had warnings about the slowness of their progress in carrying out sales and that between five and ten of these were proving difficult. It was hoped that the action being taken in the case of Norwich would persuade others to move more swiftly.

In the Commons, Mr Gerald Kaufman, Opposition spokesman for the Environment, immediately denounced Mr Heseltine's action as high handed.



Trudeau's triumph: Celebrating MPs applied the Canadian Prime Minister after the convincing vote in the House of Commons in Ottawa to bring the Canadian Constitution home from Britain. (Quebec mourns, page 6).

### Heseltine to force home sales

By Hugh Noyes  
Mr Michael Heseltine, Secretary of State for the Environment, announced yesterday that he has decided for the first time to use his powers under the Housing Act, 1980, to force through the sale of council houses in Norwich.

The intervention by the Secretary of State, which caused uproar on the Labour benches in the Commons, means that civil servants from the Department of the Environment will move into Norwich on Monday to take over the task of selling council houses to tenants.

The Department said yesterday that about 12 other councils have had warnings about the slowness of their progress in carrying out sales and that between five and ten of these were proving difficult. It was hoped that the action being taken in the case of Norwich would persuade others to move more swiftly.

In the Commons, Mr Gerald Kaufman, Opposition spokesman for the Environment, immediately denounced Mr Heseltine's action as high handed.

Mr Heseltine's decision to force through the sale of council houses in Norwich has caused a major controversy in the Commons.

The Department said yesterday that about 12 other councils have had warnings about the slowness of their progress in carrying out sales and that between five and ten of these were proving difficult. It was hoped that the action being taken in the case of Norwich would persuade others to move more swiftly.

In the Commons, Mr Gerald Kaufman, Opposition spokesman for the Environment, immediately denounced Mr Heseltine's action as high handed.

Mr Heseltine's decision to force through the sale of council houses in Norwich has caused a major controversy in the Commons.

The Department said yesterday that about 12 other councils have had warnings about the slowness of their progress in carrying out sales and that between five and ten of these were proving difficult. It was hoped that the action being taken in the case of Norwich would persuade others to move more swiftly.

In the Commons, Mr Gerald Kaufman, Opposition spokesman for the Environment, immediately denounced Mr Heseltine's action as high handed.

Mr Heseltine's decision to force through the sale of council houses in Norwich has caused a major controversy in the Commons.

### Poland unable to pay back \$500m debt

From Peter Norman, Frankfurt, Dec 3  
The two-month-old agreement to reschedule the part of Poland's commercial bank debt falling due this year is threatened with collapse.

Poland has told West German Bankers involved with the rescheduling operation that it cannot fulfil its pledge to pay back \$500m (£250m) by the end of this year as part of the agreement in principle to restructure the debt.

The Polish authorities argue that paying back the funds would effectively plunge their country into bankruptcy at the beginning of next year, and that if they are to meet their obligations, they must have more money.

As a result, the rescheduling agreement that was negotiated at a meeting of 40 Western banks by Poland and an international taskforce of leading creditor banks are still waiting to be formally signed.

The West German and American banks appear to be determined to take a tough line. There is a growing feeling that Poland has deliberately played for time in the debt negotiations. Recent visits to Poland by groups of bank executives reporting to the task force have done little to reassure the creditor banks that Poland is putting its economic house in order.

The West German bankers insist that Western banks cannot provide any new money for Poland until the backpayments are made and the October agreements signed.

Inevitably, there is a certain amount of bluff at the present stage of the negotiations, but bankers say they would be prepared to let the 1981 debt-rescheduling agreement collapse if the Poles fail to honour their commitments.

Such action would compel the banks to make heavy write-offs of their Polish lending. A Polish default would also confront other Comecon states with the unpleasant alternative of betting on the Poles or accepting the standing of Eastern Europe.

Mr Heseltine's decision to force through the sale of council houses in Norwich has caused a major controversy in the Commons.

The Department said yesterday that about 12 other councils have had warnings about the slowness of their progress in carrying out sales and that between five and ten of these were proving difficult. It was hoped that the action being taken in the case of Norwich would persuade others to move more swiftly.

In the Commons, Mr Gerald Kaufman, Opposition spokesman for the Environment, immediately denounced Mr Heseltine's action as high handed.

### Waldheim withdraws candidacy

From Our Correspondent New York, Dec 3  
Dr Kurt Waldheim, the Secretary-General of the United Nations, today withdrew his candidacy for reelection and asked that his name be dropped from further balloting in the Security Council.

The move has stunned diplomats here as it was believed that support for an extension of Dr Waldheim's term had been gathering momentum.

However, delegates at the United Nations are divided on whether Dr Waldheim is stepping down or gambling that his decision will permeate a deadlock in the voting, keeping him in office after his present term expires at the end of this month.

It is thought that the Security Council could then take up to three years to find an acceptable candidate.

Diplomatic sources said that a report issued today by the Chinese news agency stating Peking would continue to block Dr Waldheim's candidacy, had prompted the Secretary-General's decision to bow out gracefully rather than be further humiliated in the balloting.

In a letter to the president of the Security Council, Dr Waldheim said he had decided that in the best interest of the organization and to facilitate the task of the council, he would ask that his name not be included in further ballots that the council might hold.

Mr Waldheim, 67, has been Secretary-General since 1979. He is an Austrian-born diplomat who served in the United States and the United Nations.

Mr Waldheim's decision to step down has been welcomed by many in the United Nations. It is seen as a move to end a period of stagnation in the Security Council.

The move has been seen as a sign of wisdom and a desire to end a period of stagnation in the Security Council.

Mr Waldheim's decision to step down has been welcomed by many in the United Nations. It is seen as a move to end a period of stagnation in the Security Council.

Mr Waldheim's decision to step down has been welcomed by many in the United Nations. It is seen as a move to end a period of stagnation in the Security Council.

### Rugby men give the unions a try

From Ronald Kershaw Leeds  
If the battle of Waterloo was won on the playing fields of Eton, then new hope must spring in the breasts of trade union leaders with the news that Rugby League occupants of the playing fields of Doncaster, Wigan, and Huddersfield, to name a few, have entered the brotherhood of trade unionism. Whether they will stimulate negotiators to win the battles of Congress House remains to be seen.

After years of unsuccessful attempts, professional Rugby League players have formed themselves into the Rugby League Professional Players' Association and have been admitted to membership of Apex, the Association of Professional Executive Clerical and Computer Staffs.

There are 1,500 professional Rugby League players in Britain. The majority consider they should be recognized as a profession and properly represented particularly when pay and conditions are being considered. Until yesterday they were the only professional sportsmen without formal representation.

Apex does not appear to be too fussy about the heading under which prop forwards, scrum halves and hookers enter their union but say they will take their place among a miscellany of wool sorters, AA patrolmen, and security officers. But the union must be happy with the thought that should their new members be called upon to man a picket line, they would provide a formidable one.

The formation of the association is an attempt not only to improve wages and conditions of players but to increase the stature of the game. Mr Gary Hetherington, chairman of the new association and captain of Huddersfield said last night: "The aim of the association is to raise the level of the profession. We are very much aware that Rugby League is one of the few professional sports showing a healthy expansion."

The association has five main aims: To protect the interests of the players at both club and league level; Ensure that players obtain a fair reward for their efforts; To seek consultation with the Rugby League so that players may be involved in changes of rule; Establish satisfactory insurance and benevolent schemes for players; Promote social activities at club and league level.

Mr David Oxley, Rugby League secretary, welcomed the move. "I have always felt that a well-organized responsible and wholly representative players' association could be a great force for good in the game. I very much hope the association will be concerned with the professional standards of its members, both on and off the field."

Mr Brian Heywood, of Apex, makes it clear that the union is purely professional. We shall provide them with professional representation, with administration and with legal representation."

Mr Heywood, of Apex, makes it clear that the union is purely professional. We shall provide them with professional representation, with administration and with legal representation."

Mr Heywood, of Apex, makes it clear that the union is purely professional. We shall provide them with professional representation, with administration and with legal representation."

Mr Heywood, of Apex, makes it clear that the union is purely professional. We shall provide them with professional representation, with administration and with legal representation."

Mr Heywood, of Apex, makes it clear that the union is purely professional. We shall provide them with professional representation, with administration and with legal representation."

Mr Heywood, of Apex, makes it clear that the union is purely professional. We shall provide them with professional representation, with administration and with legal representation."

Mr Heywood, of Apex, makes it clear that the union is purely professional. We shall provide them with professional representation, with administration and with legal representation."

Mr Heywood, of Apex, makes it clear that the union is purely professional. We shall provide them with professional representation, with administration and with legal representation."

Mr Heywood, of Apex, makes it clear that the union is purely professional. We shall provide them with professional representation, with administration and with legal representation."

### Foot lashes out at left candidate

By Anthony Bevis and Philip Webster  
Mr Michael Foot stunned Labour MPs yesterday with an off-the-cuff revelation that he had decided to do all in his power to block the endorsement of one token hard-left prospective parliamentary candidate, Mr Peter Tatchell, of Birmingham, Leam.

The statement was provoked during Prime Minister's question time by a barbed reference from Mr James Welldelov, a Social Democrat, pointing out that Mr Tatchell had called for the mobilisation of "extra-parliamentary action to challenge the Government's right to rule."

Mr Foot initially confused some MPs by mistakenly saying that Mr Tatchell was an endorsed member of the Labour Party, saying: "Since the matter had been raised, can I say that the individual concerned is not an endorsed member of the Labour Party and, as far as I am concerned, never will be."

He made clear later that he had meant to say "endorsed candidate" rather than "member".

His first remark led some MPs into the momentary assumption that Mr Foot had been speaking of another Labour test case, Mr Tariq Ali's controversial application for membership of the party.

### Won't you play Santa to a lonely little girl?

Five year old Nicola lives with her father, Brian. Every morning, he brings her to one of Barnardo's day nurseries on his way to work.

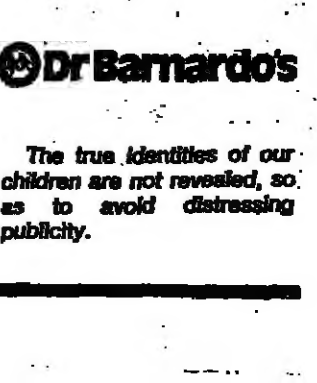
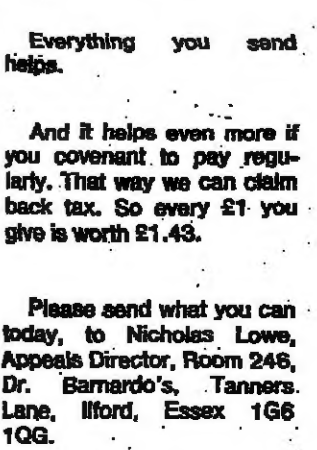
There's no-one else to help him look after her. So one Christmas—when Brian was seriously ill in hospital—Nicola came to us. We filled her stockings and took care of her until Brian recovered.

All year round Barnardo's bring love and security to thousands of children. We run day care centres, nurseries, schools for the handicapped and residential homes. The care of our children costs a great deal of money.

Many of them—like Nicola—are unable to spend Christmas at home. Won't you help to play Santa to them this Christmas?

25 will buy a cuddly teddy, a pretty little doll or a toy train. It will buy a skipping rope, a colouring book and some crayons. Or a toy car, a story book and a jigsaw puzzle. £10 will buy a present for two needy children. And just think what £100 will do!

Please send what you can today, to: Nicholas Lowe, Appeals Director, Room 246, Dr. Barnardo's, Tanners Lane, Ilford, Essex IG6 1QG.



Home News	2-4	Motoring	21
Overseas	6-7	Parliament	2
Arts	12	Science	2
Books	13	Sport	19-21
Business	14-19	TV & Radio	23
Courts	20	Theatre	23
Country	25	Yrs Ago	12
Diary	10	Weather	24
Law Reports	4	Wills	12



## NEWS IN SUMMARY

## On-the-spot fines for fare-dodgers

On-the-spot fines are to be introduced next month on buses in Greater Manchester as part of a campaign against fare-dodgers, who are costing the city's transport department £2m a year (a Staff Reporter writes).

Passenger transport authorities throughout the rest of Britain will watch the scheme which is the first of its kind in Britain, being implemented on 2,500 buses, before deciding to follow Greater Manchester.

Fare-dodging is costing the city's transport department £2m a year. Greater Manchester had to sponsor a private Bill in Parliament to get authority to impose instant fines, but expects that within a week of the scheme beginning on January 4 they will be saving £2,000 a week.

## £9m deficit still likely for fund

The national insurance fund is still expected to have a deficit of £9m next year, despite the higher contributions employees will have to pay from next April. This was disclosed yesterday when the Government's annual report was published with the new Social Security (Contributions) Bill, 1981 (Our Social Services Correspondent writes).

The Bill will give the Government power to raise above present legal limits the ceiling of earnings on which employees pay contributions, and to waive the formula normally used to increase contributions for the self-employed.

**Social Security (Contributions) Bill, 1981.** Report by the Government. **Accounts of the Financial Position of the Bill (Command 8443, Stationery Office, £1.80).**

## Bomb wrecks car showroom

Forensic scientists are trying to identify the explosive device used to blow up a car showroom in South Wales. The blast wrecked offices and several new cars at John Bevan Motors, the main dealer for Concessionaire-built Skoda cars in Swansea, late on Wednesday night. Five homes and shops were also damaged.

Detectives confirmed yesterday that traces of explosives have been discovered. The case is ruled out any political motive.

Mr John Bevan, the garage owner, said he had no idea why he should be a target. He estimated damage at £50,000.

## Little appetite for Howe dinner

A businessmen's dinner at which Sir Geoffrey Howe, the Chancellor of the Exchequer, was to have been the guest speaker tonight was cancelled yesterday after only 35 tickets had been sold.

The £50-a-head meal at the Great Dames Hotel, near Maidenstone, Kent, had been organized by Tunbridge Wells Conservative Party for businessmen attending a conference on the EEC. A spokesman said: "It is rather disappointing and a bit embarrassing. I suppose some people might feel that £50 a head is a bit dear for dining with the Chancellor."

## Whale products ban adopted

The EEC ban on whale products, originally proposed by the United Kingdom, is to come into effect from January 1, after its formal adoption yesterday by the European Council of Environment Ministers.

The ban does not cover all whale products; but it will no longer be legal to import sperm oil and spermaceti into the UK, with a wide range of other products including leather and fur skins treated with whale oil, and products made from them.

## Dublin to drop airport backing

The Irish Government is to drop its commitment to build an international airport at the remote village of Knock in the west of Ireland.

Withdrawal of the Government from the airport, which is being built in a cave May bog, has been under serious consideration for some time, and with public spending cuts yesterday's decision was not unexpected.

## Two rescued as aircraft ditches

The two occupants of a light aircraft which ditched in the Channel 30 miles off Bournemouth were under medical observation at Portland naval base, Dorset, last night after being rescued by a naval helicopter.

The Piper Comanche aircraft, piloted by a woman taking her flying exam, ditched on its way from Guernsey to Herne airport. Two naval ships were diverted and four helicopters sent from Portland. The couple were named as Mr Caradoc Jones, of Chorley Wood, Hertfordshire, the flying instructor, and Miss Gill Duncan, of Taunton.

## Engineer's accept 5%

The 17 unions within the Confederation of Shipbuilding and Engineering Unions yesterday decided formally to accept a 5.06 per cent pay rise after affecting almost two million engineering industry workers.

## 'Southwark 11' defect from Labour to SDP

By Richard Ford

Eleven members of the ruling Labour group on Southwark Borough Council in south London will leave the party today to join the Social Democrats, alleging that "unpleasant left-wing extremists" effectively control the constituency and local government party organizations in the borough.

They will join two other SDP members who have left Labour and another who has recently won a by-election. The SDP will become the official opposition on the council instead of the Conservatives who have only seven councillors.

Labour will continue to control the council, with 43 members.

The defections come shortly before the borough's executive committee are to press for an inquiry to be held into the party organization in Southwark. The local party has decided to exclude Mr John O'Grady, Labour leader of the council for the past 14 years, from its candidates' list for the local elections in May.

Mr O'Grady, aged 61, has been a Southwark councillor for 23 years and some Labour MPs are supporting him. It is possible that his treatment could provoke a parliamentary by-election in Southwark, a borough the seat held by Mr Robert Mellish, the former Labour Chief Whip.

Among those who will announce their defection today are Mr Charles Sawyer, chairman of the borough's housing committee, Mrs Evelyn Ashroyd, his vice-chairman, and Mr Steve Kippin, the chief whip. The others are: Mr Bert Ray, Mr Charles Halford, Mr James Dower, Mr Bill Payne (the deputy mayor), Mrs Florrie Sampson, Mr Peter Flower, Mrs Meg White, and Mr Arthur Knight.

## SDP is socialist, councillors say

The three Islington Labour councillors whose defection to the SDP has given the party control of its first local authority spoke yesterday of their continuing commitment to socialism (David Walker writes).

One of them, Mr Christopher Pryce, said: "None of us can make the statement at the moment that the Social Democratic Party is not a socialist party." He and his colleagues would be fighting to ensure the new party was genuinely radical.

At a press conference, all three made plain that their political transfer was governed by the state of the Labour Party. "We can no longer reconcile our beliefs in representative democracy and parliamentary socialism with the increasing intolerance and

banker's vision of financial rectitude."

Mr Dorrell, who is one of the more outspoken left-wing Conservative MPs, has often been referred to as a possible SDP recruit. Writing in yesterday's *Evening Standard*, he said he did not find such a course attractive.

"I welcome the emergence of the SDP, because it should make us think more seriously about what the Conservative Party has historically stood for," he said. As a more attractive political force than the present Labour Party, the SDP had put Conservatives on their mettle to an extent they had not known since the 1960s.

## Tory MP's plea for change

By Our Political Editor

An appeal to the Conservative Party to reoccupy the centre ground of politics to sign the death warrant of the Social Democratic Party was made yesterday by Mr Stephen Dorrell, Conservative MP for Lambeth.

He said number of Conservative MPs and many hundreds of thousands of the party's supporters were unhappy with parts of the Government's record, in particular with the failure of their economic policies to produce the recovery of output, profits and employment which had been persistently promised.

Those Conservatives were afraid that the party's historic commitment to growth and reform might be replaced by a

extremism of the Labour Party in Islington.

"This is evidenced, for example, by the policies recently incorporated into the manifesto for the next local elections, the proposed subordination of elected councillors to Labour Party committees and the obvious contempt shown by many new members of the party for accepted democratic procedures."

Although the three have been warmly welcomed by the SDP, they declared their support for Mr George Cunningham, MP for Islington, South and Finsbury, who left the Labour Party this week to sit as an independent.

Next week, at a meeting of Islington Borough Council, committee positions will be reallocated among SDP councillors. Few important policy changes are expected until after next May, except in housing and social services.

## Tory fear helped us, Williams claims

Ms Shirley Williams told businessmen in Düsseldorf yesterday that her victory in the Crosby by-election was partly due to fear among Conservative middle-class voters that unemployment would spread to them (Patricia Clough writes from Düsseldorf).

She also told her party German audience that the influence in Washington of Herr Helmut Schmidt, West Germany's Social Democrat Chancellor, for East-West stability and disarmament had been "a major electoral asset."

She added that in Britain the SDP would advocate a relatively modest investment programme which would take many thousands off the dole queues.

Scotland is setting the pace in cooperation between the Liberal and Social Democratic parties, spokesmen for the Alliance said yesterday (Robin Young writes).

Earlier this week, the parties in the Lothian region announced their agreement as to which party should field candidates in which wards in the regional council elections to be held next May, the joint policy on which they would fight.

In some constituencies in the region, cooperation is very close.

Labour undercuts in Scotland the slump in popularity of the party shown in an opinion poll published yesterday as a self-inflicted wound.

The opinion poll by System Three, published in the *Glasgow Herald*, showed post-Crosby support in Scotland for the SDP at 27 per cent, compared with 16 per cent two months ago.

Mr Dorrell, who is one of the more outspoken left-wing Conservative MPs, has often been referred to as a possible SDP recruit. Writing in yesterday's *Evening Standard*, he said he did not find such a course attractive.

## Third arrest in republic of jail escape terrorists

From Christopher Thomas, Belfast

Police in the Irish Republic yesterday arrested another of the eight terrorists who shot their way out of Crumlin Road Jail, Belfast, last June.

Michael McKee, of Belfast, was arrested just as he crossed the border in Dundalk, Co Louth, the third of the escapees to be traced. The other two are in custody in the Republic and are due to go on trial at the Special Criminal Court in Dublin next week.

McKee was arrested in an early morning raid by armed detectives on a housing estate on the outskirts of Dundalk. After his escape he was sentenced to 2 years for possession of an M60 machine-gun.

Exactly how McKee and the other escapees obtained guns to force their way out of the jail has never been officially established. Some of the men have been seen at republican events in southern Ireland.

McKee was arrested with another man and later a third man was detained by police who stopped a car in Dundalk. They are being held under the Offences against the State Act and are expected to appear before the Special Criminal Court today.

The two other escapees held in the republic are Robert Campbell and Michael Ryan. Campbell was awaiting trial on charge of murdering a SAS captain when he escaped, and was convicted in his absence and sentenced to 30 years.

Ryan was on remand awaiting trial on a charge of

murdering an Ulster Defence Regiment man in 1979 and also faced charges of attempted murder and possession of firearms.

The three captured escapees are likely to be charged under the Criminal Law (Ireland) Act, a little-used act that allows people to be tried on either side of the border, irrespective of where the alleged offence occurred, with attempting to murder a detective constable while escaping. They will also be charged with escaping from lawful custody.

Police in Northern Ireland said yesterday that the RUC would continue to be on full alert for the present. There are fears of a pre-Christmas bombing campaign by the IRA.

The RUC added that eight additional mobile divisional support units, which are designed to react swiftly to emergencies, and which were created in the past few weeks, would be retained permanently.

The Army's 600-strong Spearhead Battalion, which is operating on the border, is in the province for the present. The intensive new security drive comes after a murder last month by the IRA of the Rev Robert Bradford, official Unionist MP for Belfast, South.

It is increasingly apparent that a Provisional IRA defector is giving vital information to the police which has resulted in a series of successful operations in recent weeks. The informer, whose name is openly used in the Catholic areas of West Belfast, is believed to be living in northern England.

## Ferry sit-in ends after new operator emerges

From Our Correspondent, Liverpool

The crews of the two P & O Liverpool to Belfast ferries voted to end their occupation of the docks today after it was announced yesterday that an unnamed operator would take over the service.

Officials of the National Union of Seamen (NUS) put the results of lengthy peace talks to members on board the Ulster Prince and the Ulster Queen. They said the Irish Continental line would be the new operator, though that was not confirmed.

Each crew member has accepted a £2,500 pay-off and six who are aged over 60 will get severance payments of between £13,000 and £20,000.

The union says the agreement is historic, as severance settlements have rarely exceeded £4,000.

The new service, which the union hopes will start on January 1, will provide jobs for all the existing crew members.

Mr Roy-Physick, chairman of the union's action committee, said: "Our members have been assured that they will be employed on the new service."

The men will also get money to live on until the new service begins.

Mr Physick said: "We have been told by NUS head office that the Irish Continental line will be contacting us in the next few days about opening up the route. We have been told that they will use two ships on the service and will need at least 166 crew members. The first ship will start operating on January 1 and the second should be ready by Easter."

P & O planned to axe the service from November 11, blaming losses of more than £1m this year alone.

## Multiple killers get life sentences

Paul Routledge, Labour Editor

A man who murdered four times was sentenced at the Central Criminal Court yesterday to five life terms and recommended to serve a minimum of 30 years.

Michael Jamieson, aged 24, showed no interest as he was addressed by Mr James Miskin, QC, Recorder of London.

James Anderson, aged 25, Jamieson's partner, was given two life terms, with a recommendation that he should serve at least 20 years.

Judge Miskin said he made the recommendations and sentencing on the basis of the evidence presented. He passed additional prison terms totalling 19 years in Mr Jamieson's case and 16 years in Mr Anderson's. The offences for which they were sentenced ranged from armed robbery to burglary and social security frauds.

The judge described Mr Jamieson, of Folkestone Road, East Ham, east London, and Mr Anderson, of Hammarley Avenue, North Woolwich, south-east London, as "desperately dangerous" and "heedless of the sufferings of their victims."

He praised the courage of Det Constable John Kathro, aged 35, and Det Sergeant Ronald Corle, aged 40, who in September last year talked Mr Jamieson and Mr Anderson into surrendering.

Mr Jamieson was convicted of four murders and an attempted murder in two trials. The offences took place within 18 days of each other and in total just £1,185 was stolen.

Mr Joseph Herbert, aged 74, and his wife, aged 78, were tortured and stabbed to death at their home in Plaistow, east London, on August 30 last year.

Mr Anderson was cleared of murder at the first trial in October.

On September 8, 1980, Mr Chankpal Gahadi, aged 42, a sub-postmaster, was shot through the heart by Mr Jamieson at his shop in East Ham, but "miraculously survived". Mr Jamieson admitted attempted murder and robbery. Mr Anderson was cleared of

## Future of the Schools Council

By Diana Gepdes, Education Correspondent

## Chairman seeks urgent talks with Joseph

The Schools Council announced yesterday that its chairman, Mr John Roulston, was to seek an urgent meeting with Sir Keith Joseph, Secretary of State for Education and Science, to "clarify the issues" raised in yesterday's report in the *Times* of criticisms of the council by Department of Education and Science (DES) officials.

The report gave details of confidential evidence given by department officials to Mrs Nancy Treenman, Principal of St Anne's College, Oxford, who has just completed a review for the Government of the council's constitution and responsibilities for curriculum development and public examinations.

The DES officials were highly critical of the council's staff, structure, methods of work, chosen areas of activity, and effectiveness. Mrs Treenman said that the changes they proposed amounted to the closure of the council and the creation of a quite different body.

The Inspectorate for Schools, which operates within the DES but rigorously maintains its independence, presented a markedly different view of the council in its written evidence to Mrs Treenman.

While it echoed many of the DES officials' criticisms of the council's structure, its failure to identify priorities adequately, and its weaknesses with regard to the evaluation and dissemination of its work, the inspectorate considered that significant progress had been made since the council's reorganization in 1978 and that much of its work deserved praise.

The council had completed a number of outstanding projects which had made a considerable impact in the classroom, it said. They had led to observable improvements in motivation and in the quality of learning in, for example, classics, geography and history in the primary school, some

projects such as "science 5-13", "linguistics and English teaching" and "health education 5-13" had been equally good. They had contributed to teachers' understanding of pupils of that age.

However, in general the council's activities had not had a widespread influence on work in the classroom. Sometimes that was due to the inability of the system and teachers to respond to the initiative, but sometimes it was due to the quality of the project and its material.

The DES officials were particularly critical about the management of the council's staff.

There are some obvious attractions to replacing films by using a computer system to convert an image created by X-rays into a form that can be projected directly on to a television screen and stored electronically. X-ray films, with their valuable silver content, are increasingly expensive items; they are also bulky and difficult to carry.

But there is a far greater potential advantage that could make medical diagnosis more precise. Although X-ray films provide the only means of obtaining high resolution pictures of the chest, for example, a lot of detail is lost in the photographic process.

Different X-ray procedures can be used to give a clear picture of bony structures or of blood vessels and air cavities. The perennial difficulty has been to present a picture giving the same clarity for both tissues and air spaces. That is the purpose of the research into electronic image processing research.

At this preliminary stage, normal X-ray pictures are being converted by an electronic scanner into a digital code and stored on a special computer image processor. The picture can be called up on to a television screen in a form which looks identical to the conventional film, and also in a variety of other presentations devised to highlight either a small portion of the picture or particular types of blood vessels and organs.

On object of image processing is to reduce the number of X-ray examinations needed to determine whether certain types of abnormality are present.

A simple example is to create a picture which is made by combining two images which are a millimetre out of register. Manipulations of that type can be done in a large number of ways, even though the original master electronic image stored in the computer processor.

The process is based on a system of coding which divides each picture into a series of points (or pixels), as they are called by experts in image processing, of 200 microns size, and described as one of 256 levels on a colour scale of grey.

X-ray systems already in use which project a picture on a television screen at the same time as a film is made. The technical gap to overcome is in the design of a computer which will feed the X-ray image for direct conversion into its digital form.

## UNIONS TOLD PLANS FOR 'EXPRESS'

By Paul Routledge, Labour Editor

Newspaper union leaders were told yesterday by Lord Matthews, chief executive of the Newspaper Society, that plans to float a new company for Express Newspapers would not affect ownership of the titles.

In talks with the unions it was made clear that the £25m company, Fleet Newspapers, would retain its ownership of the *Daily Express*, *Sunday Express* and *Daily Star*, but expansion plans will be curtailed.

Mr Joe Wade, general secretary of the National Graphical Association, said an assurance had been given that the position of employees would not be affected by the "restructuring" of the newspaper company from Trafalgar House.

Shareholders in Trafalgar House will be offered shares in the new company, which is expected to have a capital value of £55m. But a third price line due to come into operation in London will be unaltered, union sources said, because the management estimates that the cost of meeting union demands for operating it would be £6m a year.

A building under construction in Manchester would be completed but not occupied, with the consequent mothballing of another price line.

The issue of newspaper bingo was also raised yesterday, and Lord Matthews was understood to have told the unions that he had set a date to withdraw unilaterally from this form of promotion because it was no longer worth while.

Overseas selling prices

Argentina \$2.25; Bahrain 0.40; Canada \$2.25; Denmark 1.25; France 1.25; Germany 1.25; Greece 1.25; Hong Kong 1.25; India 1.25; Italy 1.25; Japan 1.25; Korea 1.25; Kuwait 1.25; Lebanon 1.25; Libya 1.25; Luxembourg 1.25; Malaysia 1.25; Mexico 1.25; Monaco 1.25; Netherlands 1.25; New Zealand 1.25; Norway 1.25; Oman 1.25; Pakistan 1.25; Peru 1.25; Qatar 1.25; Saudi Arabia 1.25; Singapore 1.25; South Africa 1.25; Spain 1.25; Sweden 1.25; Switzerland 1.25; Taiwan 1.25; Thailand 1.25; Turkey 1.25; United Arab Emirates 1.25; United Kingdom 1.25; USA 1.25; Venezuela 1.25.

## Science report

Computers may clear the X-ray picture

By Pearce Wright, Science Editor

A method of processing X-ray pictures which other users use for recording on film is at an early stage of development. The research is a collaborative project between radiologists from the Brompton Hospital, in London, and specialists in electronic processing and storage of images at the IBM Science Centre, at Winchester, Hampshire.

There are some obvious attractions to replacing films by using a computer system to convert an image created by X-rays into a form that can be projected directly on to a television screen and stored electronically. X-ray films, with their valuable silver content, are increasingly expensive items; they are also bulky and difficult to carry.

But there is a far greater potential advantage that could make medical diagnosis more precise. Although X-ray films provide the only means of obtaining high resolution pictures of the chest, for example, a lot of detail is lost in the photographic process.

Different X-ray procedures can be used to give a clear picture of bony structures or of blood vessels and air cavities. The perennial difficulty has been to present a picture giving the same clarity for both tissues and air spaces. That is the purpose of the research into electronic image processing research.

At this preliminary stage, normal X-ray pictures are being converted by an electronic scanner into a digital code and stored on a special computer image processor. The picture can be called up on to a television screen in a form which looks identical to the conventional film, and also in a variety of other presentations devised to highlight either a small portion of the picture or particular types of blood vessels and organs.

On object of image processing is to reduce the number of X-ray examinations needed to determine whether certain types of abnormality are present.

A simple example is to create a picture which is made by combining two images which are a millimetre out of register. Manipulations of that type can be done in a large number of ways, even though the original master electronic image stored in the computer processor.

The process is based on a system of coding which divides each picture into a series of points (or pixels), as they are called by experts in image processing, of 200 microns size, and described as one of 256 levels on a colour scale of grey.

X-ray systems already in use which project a picture on a television screen at the same time as a film is made. The technical gap to overcome is in the design of a computer which will feed the X-ray image for direct conversion into its digital form.

UNIONS TOLD PLANS FOR 'EXPRESS'

Newspaper union leaders were told yesterday by Lord Matthews, chief executive of the Newspaper Society, that plans to float a new company for Express Newspapers would not affect ownership of the titles.

In talks with the unions it was made clear that the £25m company, Fleet Newspapers, would retain its ownership of the *Daily Express*, *Sunday Express* and *Daily Star*, but expansion plans will be curtailed.

Mr Joe Wade, general secretary of the National Graphical Association, said an assurance had been given that the position of employees would not be affected by the "restructuring" of the newspaper company from Trafalgar House.

Shareholders in Trafalgar House will be offered shares in the new company, which is expected to have a capital value of £55m. But a third price line due to come into operation in London will be unaltered, union sources said, because the management estimates that the cost of meeting union demands for operating it would be £6m a year.

A building under construction in Manchester would be completed but not occupied, with the consequent mothballing of another price line.

The issue of newspaper bingo was also raised yesterday, and Lord Matthews was understood to have told the unions that he had set a date to withdraw unilaterally from this form of promotion because it was no longer worth while.

## Multiple killers get life sentences

Paul Routledge, Labour Editor

A man who murdered four times was sentenced at the Central Criminal Court yesterday to five life terms and recommended to serve a minimum of 30 years.

Michael Jamieson, aged 24, showed no interest as he was addressed by Mr James Miskin, QC, Recorder of London.

James Anderson, aged 25, Jamieson's partner, was given two life terms, with a recommendation that he should serve at least 20 years.

Judge Miskin said he made the recommendations and sentencing on the basis of the evidence presented. He passed additional prison terms totalling 19 years in Mr Jamieson's case and 16 years in Mr Anderson's. The offences for which they were sentenced ranged from armed robbery to burglary and social security frauds.

The judge described Mr Jamieson, of Folkestone Road, East Ham, east London, and Mr Anderson, of Hammarley Avenue, North Woolwich, south-east London, as "desperately dangerous" and "heedless of the sufferings of their victims."

He praised the courage of Det Constable John Kathro, aged 35, and Det Sergeant Ronald Corle, aged 40, who in September last year talked Mr Jamieson and Mr Anderson into surrendering.

Mr Jamieson was convicted of four murders and an attempted murder in two trials. The offences took place within 18 days of each other and in total just £1,185 was stolen.

Mr Joseph Herbert, aged 74, and his wife, aged 78, were tortured and stabbed to death at their home in Plaistow, east London, on August 30 last year.

Mr Anderson was cleared of murder at the first trial in October.

On September 8, 1980, Mr Chankpal Gahadi, aged 42, a sub-postmaster, was shot through the heart by Mr Jamieson at his shop in East Ham, but "miraculously survived". Mr Jamieson admitted attempted murder and robbery. Mr Anderson was cleared of

## 12 airports to be expanded

By Hugh Clayton, Environment Correspondent

The Government yesterday gave clearance for expansion at 12 English airports. But it said that the resulting extra capacity would not remove the need for a third London airport.

Ministers have sanctioned a rise of almost a third to £46.6m in the amount which local councils will be allowed to spend next year on terminals and runways at the airports.

Mr Ian Sproule, Parliamentary Under-Secretary at the Department of Trade, said at Westminster: "This represents the largest approved capital expenditure of its kind since the war."

Meanwhile, in the isolated grounds of an Essex country house, a senior official of the department explained why the Government saw no hope of spreading round provincial airports the extra demand expected in London.

Mr Douglas Harris, assistant secretary in charge of the airports branch of the department, was speaking in the tenth week of the public inquiry into Stansted airport.

He said: "The distribution and nature of the spare capacity at the regional airports is such that very considerable development would be required for any one of these airports to handle anything approaching the number of passengers envisaged in the British Airports Authority's Statutory proposals."



# Aid to parents in Hume's Opus Dei guidelines

By Clifford Longley, Religious Affairs Correspondent

Young people wishing to join the Roman Catholic organization, Opus Dei, must first discuss the matter with their parents or legal guardians, and no one under the age of 18 should take a vow or make a long-term commitment to it, Cardinal Basil Hume, Archbishop of Westminster, has stated in a formal letter to the leaders of Opus Dei in Britain.

Any exception to the first rule must be cleared with the local Roman Catholic bishop first if there are, in exceptional cases, good reasons. Cardinal Hume has received several complaints from parents that their sons or daughters had joined Opus Dei without first telling them, and complaints that teenagers had been recruited by agents of the organization. He has specified that individuals must not be put under undue pressure to join or remain in membership, and that Opus Dei members must be free to choose their own spiritual director, including one who is outside Opus Dei. Further, activities sponsored or managed by Opus Dei must be clearly identified as such.

The secretariat of Opus Dei in Britain issued a statement saying that its members in the Westminster diocese were "very grateful to Cardinal Hume for his fatherly care and blessing". The recommendations were welcomed, the statement said, because they were in line with what members of Opus Dei have always sought to do in Britain and in the rest of the world.

"As is well known, the spirit of Opus Dei is based on a great love of freedom. It has always defended and will always defend personal freedom and responsibility, not only in the exercise of one's profession but also in all aspects of life, including that of joining or leaving the institution."

His fundamental principle, Cardinal Hume says, is that any international movement "may well have to be modified prudently" in the light of local cultural differences and local customs and standards. His four points are intended to help it to adapt to the traditional spirituality and instincts of our people."

It is authoritatively said that some of the more rigorous spiritual practices of Opus Dei, such as physical mortification by means of a five-cord whip and a sharp chain, are considered out of place in contemporary English Catholicism. But there is no reference to such matters in Cardinal Hume's letter.

One of the cardinal's points covers the accusation made by a former member, Dr John Roche, of Linacre College, Oxford, that strong psychological pressure was applied to him and to many others not to leave Opus Dei. One detail of his charge was that Opus Dei members were able to turn for spiritual advice only to other Opus Dei members. That made it difficult to choose a spiritual director outside Opus Dei.

Cardinal Hume has stated that individuals must be free to choose a spiritual director outside Opus Dei.

Dr Roche, whose allegations to *The Times* led to this newspaper's investigation, said he was delighted with Cardinal Hume's action. There were, however, other matters that had to be pursued, he set up a "committee for the investigation of Opus Dei".

Copies of Cardinal Hume's letter were issued to the press yesterday. And the cardinal is understood to have handed it in person to Father Philip Sherrington, regional councillor of Opus Dei, on Wednesday.

Yesterday Mr Eric Heffer, Labour MP for Liverpool, Walton, had and interview with Cardinal Hume on behalf of a constituent whose daughter had joined Opus Dei in London.

The Roman Catholic Archdiocese of Liverpool, Mgr Derek Worlock, said he had been consulted by Cardinal Hume in drawing up the statement of four principles contained in the letter. He would want the same principles to apply in his diocese, he said.

Cardinal Hume's letter and the press statement explaining it both emphasize that in this matter his jurisdiction is limited to the Westminster archdiocese, which covers most of London north of the Thames and the county of Hertfordshire. But the indications are that Mgr Worlock's endorsement will be followed by others.

*The Times* published the results of an extensive inquiry into Opus Dei last January, recording several allegations against it, including that it had the nature of a sect, a "church within a church".

Opus Dei strongly denied that, saying that it was always anxious to work in harmony with the local bishops. It is established in about eighty countries, and was founded in Spain in 1928.

Opus Dei has been active in Britain since the 1940's and until this year its operation in London attracted no controversy. There is a long history of tensions between Opus Dei and the local Roman Catholic church in Oxford, however, and several Roman Catholic university chaplains have complained publicly.

The Roman Catholic Bishop of Portsmouth, Mgr Anthony Emery, whose diocese includes the part of Oxford containing the main Opus Dei centre in the city, was said to be away yesterday, but likely to study Cardinal Hume's statement on his return.

Cardinal Hume's statement and letter do not deal with many of the matters raised by the article in *The Times* and the subsequent publicity. It said on his behalf that he has limited himself to his jurisdiction as a bishop with personal responsibility for his diocese. In that way any possibility of a conflict with the Vatican, where Opus Dei is well thought of, has been avoided.



Mr and Mrs Stephen Brown about to board an Air Europe jet at Gatwick yesterday for their honeymoon in Paris. The bride, formerly Sindy Smith, aged 23, an air stewardess, of Horley, Surrey, had her wish of an airborne reception fulfilled by the loan of the aircraft for the day.

## Making the historic house earn its keep

By Tony Samstat

The English Tourist Board yesterday launched an exercise in attracting businessmen, preferably free-spending, to one of the country's "underused, underpublicized and underplayed" resources, the historic house.

The idea is that the nation's various mansions, castles and residential follies, browsing in their magnificent settings of park land like so many white elephants, be turned into working animals to earn their keep as venues for such occasions as business seminars and product launches.

The tourist board has published a book in which the attractions of more than seventy historic venues are displayed under the title, *Putting on the Style*.

Style was not lacking at yesterday's launch in the appropriately crush bar of the Royal Opera House at Covent Garden. The guest of honour was Lady Spencer, the Princess of Wales's stepmother and a former member of the tourist board.

Lady Spencer, whose commercial flair in the running of her own mansion at Althorp is well known, said she hoped the inspirational surroundings on offer would help to make business seminars "go with a real swing".

Mr Michael Monagur, chairman of the tourist board, hastened to add that the intention was to use such houses for "appropriate occasions" - nothing vulgar.

One of his main objectives was to use voluntary workers to help houses to open during more accessible opening hours.

The tourist boards of Wales and Scotland are expected to follow England's example and put their great houses to commercial use.

*Putting on the Style*, (English Tourist Board, Hendon Road, Sutherland SK9 5XZ, 15 95, including postage and packing).

### NEWS IN SUMMARY

#### Workless worker escapes axe

Vauxhall Motors has axed 6,000 jobs in the past 12 months and has announced further white collar cuts. But for the past four years, it has had one employee doing next to nothing.

Mr Trevor Pinnington, a skilled fitter, occasionally helps out in the stationary store at Ellesmere Port. Most of the time, though, he just sits, or chats with other employees.

Mr Pinnington, aged 47, refused to join a fitters' union strike in 1977 because it did not have the backing of the Amalgamated Union of Engineering Workers. Since then others refused to work with him.

#### Former England boxer jailed

A former boxer was jailed yesterday for three years after pleading guilty to arson charges. Robert Davies, aged 32, who boxed for England in the 1976 Montreal Olympics, and for three years as a professional, was frustrated at being unable to see his daughter Lisa, aged 19.

The Birkenhead Crown Court was told that he set fire, last May, to the house where Miss Debra Thompson, with whom he was living, was staying with her parents. Damage amounted to nearly £14,000.

Since the fire, Mr Davies has married Miss Thompson. Had he not, Judge Henry Lachs said, his sentence would have been longer.

#### Foot given new donkey jacket

Mr Michael Foot the Leader of the Opposition, has been sent a new coat, a navy blue donkey jacket, complete with leather shoulderpatches, by a group of building workers from Milford Haven, west Wales, who were angry that he was described as looking like an "unemployed navvy" at his Remembrance Day appearance at the Cenotaph last month.

In a letter to Mr Foot the men explained that they would be proud to see him wear the jacket on rallies and marches because it is standard dress for thousands of industrial workers in the area.

"The lads were annoyed at the way Mr Foot has been pilloried, with the suggestion that being unemployed was something to be ashamed of," Mr Frank Jones, local secretary of the Amalgamated Union of Engineering Workers engineering section, explained.

#### Butler must wait

An industrial tribunal to decide compensation for Mr David Chopping, the butler unfairly dismissed by the dowager Lady Dufferin and Ava, finished its hearing yesterday. The decision will not be announced for several weeks.

### Bond issue to help small railways short of cash

A new issue of bonds will soon be on sale to help to keep Britain's private railways going.

It will not, however, be for the main railway system which the Victorians built on the back of, probably, the biggest public stock issue ever, but for the 50 or so little lines such as the Bluebell in Sussex, and for some 400 other railway preservation projects around the country which tend to have a head of steam but little British Rail, little cash.

The scheme is part of a new National Railway Preservation Campaign launched by railway enthusiasts, headed by the Conservative MP Mr Robert Adley, in the House of Commons yesterday.

Its aim is to raise cash and put unemployed young people to work refurbishing and developing the little railways and old engines that still survive in the country where railways were born.

Most of the old engines that have not already been done up are lying in a scrapyard in Barry, South Wales, owned by Mr Dai Woodham. Whereas other scrap merchants who bought up Britain's thousands of old steam engines long ago cut them up for melting down, he kept them and now has more than a hundred, steadily rusting but a goldmine for enthusiasts. Over half could still be restored, a recent expert survey showed, but at a cost of between £50,000 and £100,000 each.

Launching the campaign yesterday, Mr Adley said: "Our aim is to raise support for Britain's preserved railways by concentrating on the four railway R's, rescue, restoration, running and repairs."

### INQUIRY ON COMA MAN CONSIDERED

From Our Correspondent, Ludlow

Dr Gerard Vaughan, the Minister for Health, is reconsidering his decision not to hold a top-level ministerial inquiry into the case of Mr David Woodhouse, aged 27, of Fownhope, Hereford and Worcester, who has been in a coma for seven months since a routine appendicectomy operation went wrong at Hereford County Hospital.

Earlier this year Dr Vaughan refused demands from the Hereford and Worcester Area Health Authority, the Hereford County Hospital, and the Hereford Community Health Council for a government inquiry after attempts to find out what had gone wrong were frustrated at the local level.

Last week Dr Magdy Ibrahim, the anaesthetist, made his first comment on the case when he said he would welcome an inquiry but had been told by the Medical Defence Union, the doctors' insurance body, to leave the matter in their hands.

The medical authorities in Hereford and Worcester say the MDU has advised its members not to cooperate with an inquiry.

### SANTAS IN PITCH BATTLE

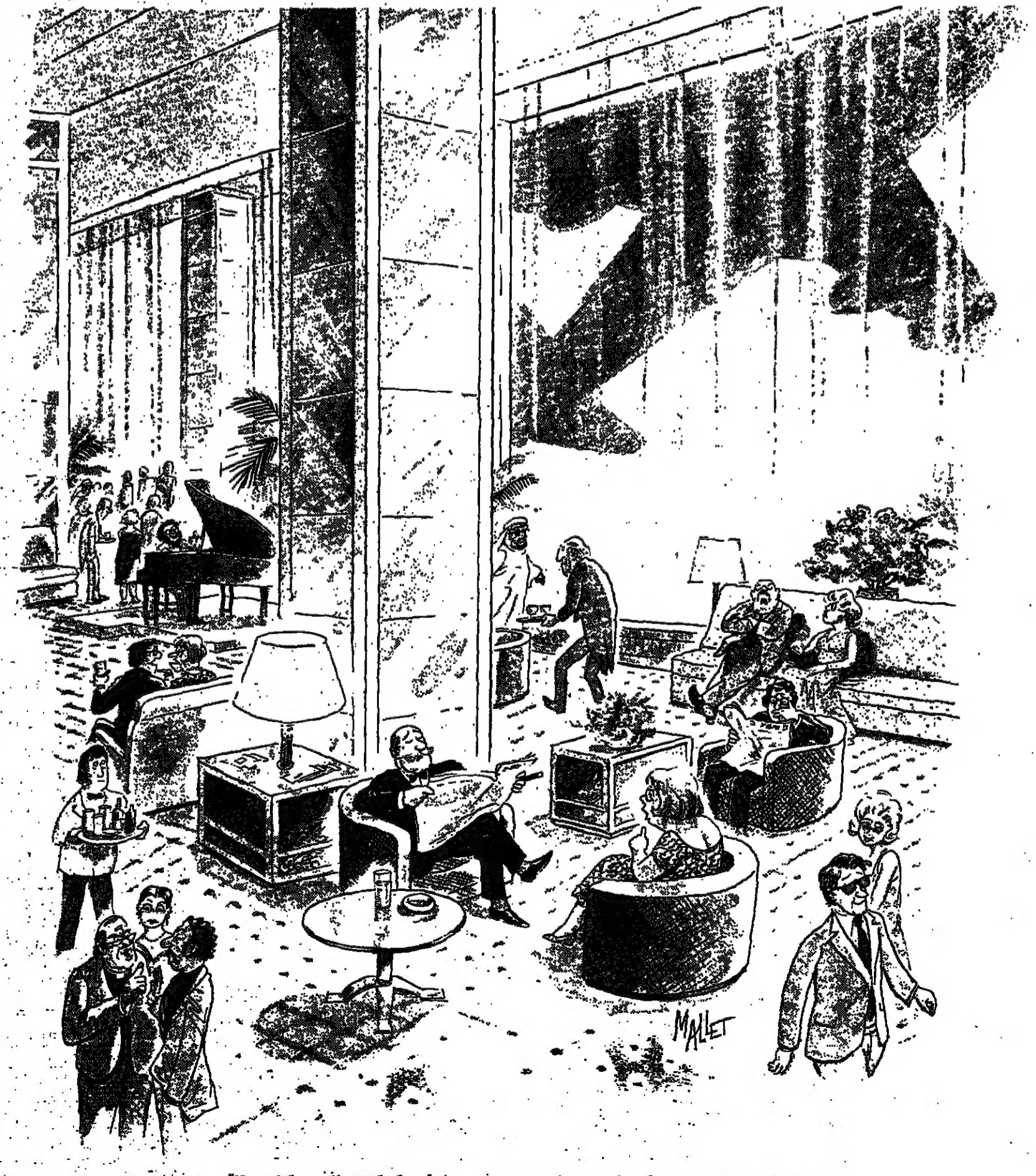
The seasonal spirit did not stretch very far when Mr Father Christmas spotted each other in a crowded street. Both were heading for the same pitch to sell their wares.

Clerkenwell Court, in London, heard yesterday how tempers became frayed and voices raised as Santas, David Cooper and William Woolf, challenged each other for the right to use the pitch, in Kingsway.

Mothers and children watched in amazement as they came to blows. "The fur was really flying," Police Constable Derek Spencer, who arrested them said.

Mr Cooper, aged 24, of Ferme Park Road, Hornsey, and Mr Woolf, aged 64, of Arlington Road, Camden Town, pleaded guilty to causing a breach of the peace. Mr Mark Rorer, the magistrate, told them: "You must have disillusioned all the young children who were passing."

Cooper, a toy seller, and Woolf, a chocolate salesman, were bound over in £50 each to keep the peace for a year. They shook hands as they left the dock and promised to behave.



"Don't be silly, Edith. If there was a plane out there we'd hear it."

**IT HAS** A sumptuous restaurant. Cosy bars. A health club with indoor swimming pool. An Executive Business Centre with elegant boardrooms and the last word in processors. And a fully-appointed Conference Centre. It has everything you would expect from a Hilton. Plus something rather unexpected. An airport just off the lobby.

Gatwick's main terminal is a mere four minutes' walk through a covered walkway. If you don't fancy the four minute walk, take our chauffeur-driven electric buggy. Or quicker still, there's our advance check-

in desk in the terminal itself. You can step off the plane and check in without even setting foot in the hotel.

Then stroll over to the train, and you're at Victoria in 40 minutes. (We'll have your luggage waiting in your room when you get back.) But having brought the airport to your door, we've done everything possible to make you forget it's there.

Our soundproofing has to be heard to be believed. And the exotic greenery, both inside and out, owes more to a resort than a runway.

What's more, all this splendour costs less than you'd think.

So whether it's cocktails for two, or a conference for 400, consider our new hotel.

It not only comes complete with airport. It comes with all the luxury of Hilton.

## Gatwick Hilton International.

It comes complete with airport.

TELEPHONE GATWICK (0293) 518060 TELEX 877021



## NEWS IN SUMMARY

## New vote on Commons television

The House of Commons is to be given another opportunity to vote on the television coverage of its sittings (Our Political Staff writes).

Mr Jack Ashley, Labour MP for Stoke-on-Trent, South, will seek on December 15 to introduce a Bill to allow in the television cameras. The Government would find it difficult to ignore a vote in favour.

On January 30 last year there was a tied vote, 201 to 201, on a Bill introduced by Mr Austin Mitchell, Labour MP for Grimsby.

With the casting vote of Mr Bernard Weatherill, The Deputy Speaker, the House for the first time favoured television coverage, but as a private member's Bill Mr Mitchell's measure proceeded no further.

## Taping stops court case

A shoplifting case was stopped at Horseferry Road Magistrate's Court, London, yesterday after Mr Dennis Line, aged 36, a retired teacher, was spotted taping the proceedings from the public gallery. The magistrate made a forfeiture order under the Contempt of Court Act, 1981.

## 'Space Invaders' are repulsed

An experimental scheme to install "Space Invader" machines in four of Surrey's main libraries has been dropped by the county council after six months because of the machines were shattering the peace of reading rooms and because the machines were not making as much money as expected. The county council is now lending out computer games cassettes for people to use in their homes.

## Raiders get £75,000 but miss £225,000

Armed raiders who ambushed a security van in south London yesterday stole £75,000 but left £225,000 behind. A shot was fired from a handgun during the raid, in Lewis Road, Mitcham, but no-one was hurt. Gunmen also stole £10,000 wages from the Royal Liverpool Teaching Hospital, in Liverpool. They escaped after evading police road blocks.

## Footballer for trial

Remi Moses, the Manchester United footballer, was ordered yesterday to trial at Manchester Crown Court on February 15 with Raymond Saunders, aged 19, on a charge of causing actual bodily harm.

## Justice Bill aims to strengthen power of courts

By Peter Evans, Home Affairs Correspondent

Courts will receive new powers to deal with offenders under the Criminal Justice Bill, published yesterday. But the Bill will not do enough to cut prison overcrowding, critics say. It changes the way young offenders are given custodial sentences and abolishes imprisonment for offenders aged under 21 and borstal training.

Under the Bill's provisions, which means courts will have more say about time served, courts will be able to make detention centre orders for from three weeks to four months and pass youth custody sentences of longer than four months.

All young offenders will be supervised on release and continue to be eligible for parole. When a fine, compensation or costs are awarded, against a juvenile, courts must generally order that parents or guardians should be responsible for paying. Community service orders will be made available for juvenile offenders aged 16. Fines are adjusted in the Bill to take account of changes in the value of money.

There has been controversy about a proposal, now in the Bill, to enable courts to remand accused persons in their absence, provided they give their consent and are legally represented. But the Bill lays down that can be done for no more than three consecutive weekly remands.

As stated by Mr William Whitelaw, Home Secretary, in the House of Commons on Wednesday, the Bill gives greater flexibility to powers for partial suspension of sentence. Mr Whitelaw intends to bring this into operation in the spring. Powers to release offenders up to six months early in emergency circumstances are being made permanent. That will enable Parliament to cut the prison population if other measures fail.

Mr Sidney Powell, secretary of the Society of Civil and Public Servants, said that Mr Whitelaw's present action, though welcome, would not by itself reduce the prison population to a manageable level. The Government now want it cut from 44,000 to 32,000 with the help of an amnesty and other measures.

## Blackmailer jailed for six years

A Chinese gangster who brought terror to a Midlands town was jailed for six years yesterday. Sing Lap Lai, aged 44, of Lovat Street, Stafford, formerly living in the West End of London for 20 years, was found guilty at Stafford Crown Court of demanding £150 from menaces from a businessman in Stafford.

During a four-day trial the court heard that Mr Lai was a member of the Wo On Lok branch of the Chinese triads, a secret criminal society run on similar lines to the Mafia. The jury was told that Mr Lai was head of blackmail in Stafford, setting up a protection racket to extort money from Chinese business families in the town.

Mr Anthony Barker, for the prosecution, said the defendant walked into the Rowley Street home of Mr Yuen Heung Lau, a restaurant owner, and demanded the triads' secret terror sign. He then demanded a £150 "loan".

Mr Lai told his terrified victim that the triads had backed off the hand of one victim in Soho, London, and he said the whole of the Chinese business community in Stafford faced the threat of extortion by the triads. Mr Lai said he was in charge of the Stafford operations. The conversation was tape-recorded by police hiding in an upstairs bedroom, and Mr Lai was arrested.

## Farmers the truly rural guardians

From John Young, Agriculture Correspondent, Dulverton, Somerset

In swirling mist 1,200 ft up on Exmoor, Mr John Pugsley led the way across a heather-covered hillside. "Conservationist say that once you plough up moorland like this it is gone for ever," he said. "But I remember as a young boy watching Italian prisoners of war, digging potatoes off this very land."

Mr Pugsley farms 1,100 acres of upland which supports about 1,300 sheep and 110 beef cattle. About 650 acres of that was identified by Lord Forchester in his 1978 report on Exmoor as "critical amenity moorland" which should be conserved in the national interest.

Far from being anti-conservationist, Mr Pugsley is proud of his immaculate house and village, and anxious to see the traditional Exmoor way of life survive. But he insists that if farming is to remain viable farmers must be compensated under management agreements for not putting moorland under the plough.

Yesterday the National Farmers' Union launched a campaign intended to disprove the idea that farmers are destroying the countryside, and to counter some of the hostile comments made during the debate on the Wildlife and Countryside Bill.

While the union's president, Sir Richard Butler, was denouncing in London much of the criticism as "utter nonsense", journalists were being taken on a tour of the West Country to see what farmers were doing for positive conservation.



## Life-saver gets a gold medal

Mr Norman Stephenson, aged 81, with Laska, the Samoyed who has been awarded a gold medal for protective instinct kept him alive when he lay unconscious after a fall down an embankment in saving his life last September. Her Bradford. She snuggled her body over him to keep him warm.

throughout a night of torrential rain. The pair were found the next morning by two men who at first thought Laska was "protecting" a cat. Mr Stephenson was taken to hospital and recovered, but police said he would have died of hypothermia if it had not been for Laska's action. Mr Stephenson says he owes his life to Laska, whom he described as "a wonderful, fat dog". Laska's gold medal for life-saving was one of the 1981 series of awards presented by the Pre-Dogs charity. Laska was herself "saved" in 1979 when she nearly pined to death after her elderly master died. The Samoyed breed rescue club placed her with a new owner.

## Parents peevish as school strike goes on

## A Christmas chill in Coventry

From Arthur Osman, Coventry

An air of peevishness apparent in Coventry, city centre yesterday, was marked on the faces of mothers trailing sullen children in their wake.

Their presence and that of school children have been for the past month because of the strike by caretakers, kitchen staff and cleaners at 150 schools and colleges.

Many mothers seemed to have "gone to town" to escape the claustrophobic atmosphere at home, where the city's 60,000 school children have been for the past month because of the strike by caretakers, kitchen staff and cleaners at 150 schools and colleges.

Their action is the result of the summer referendum in which a seven to one majority of a quarter of the electorate opted for a cut-back in council spending.

As a result the Labour-controlled council has decided on £2m of cuts, of which £1.2m involves the closing of 10 schools and the loss of 250,000 of other staff in cleaning and other matters in which the strikers are engaged.

New contracts offered to them by the council meant fewer hours and less money. The National Union of Public Employees dug in its heels and claimed the closure

of the schools as "a moral victory".

Yesterday a fresh effort was made to find a formula to end the damaging and dispiriting dispute. Both the council and NUPE, agreed to send an Arbitration Service trying to agree terms of reference, to be followed by detailed discussions to solve the dispute.

But last night, after a day of talks about talks, it was not clear how far matters had progressed; whether there was any chance of schools reopening before Christmas or the month extending into the New Year and a winter of discontent.

Although an official figure is not available, many local people have said that the £250,000 saving called for has

already been achieved in terms of wages not paid and heating and lighting saved during the past month.

It has been suggested that any long continuation of the dispute would only be a financial disaster for the city, as the city's reputation as a centre of industry and commerce would be damaged. The dispute would also be a bitter battle between moderates and leftists in the local Labour Party and a face-saving exercise for it and the union.

On Tuesday, according to Mr Arthur Taylor, Conservative leader on the council, his group will suggest that the strikers be declared redundant and the schools opened to the children. Cleaning and maintenance would be put out to private contractors, a suggestion already made by many parents who have refused to do the work themselves.

It is known that there is a dissonance among the strikers with many meals served and some cleaners anxious to return, although the parents remain obstinate.

Sir Keith Joseph, Secretary of State for Education and Science, has been asked by Mr John Bratcher, Conservative MP for Coventry South West, to use any powers he has to intervene and open the schools.

Parents have expressed growing concern about the situation from the many who are anxious about the interruption to their children's schooling.

## POP GROUP IN WALKOUT KEEPS FEE

A pop group which abandoned its performance after its lead singer was hit by a can of beer thrown from the audience was awarded, yesterday, the full fee for the show.

Mr Justice Mals said in the High Court that the group, Showaddywaddy, was entitled to the full fee for the show, as the audience was not responsible for the can of beer thrown from the audience which hit the lead singer.

He dismissed with costs a claim by the concert organisers, Club 18-30 (Social) Ltd, of London, for the return of the group's £4,887 fee, which was paid in advance.

## Sharp rise in court cases

By Our Legal Correspondent

A significant increase in the workload of virtually all courts in England and Wales is shown by the latest judicial statistics, published yesterday.

Last year more than 55,000 cases were committed for trial to the crown courts, which deal with serious crime, an increase of about 10 per cent on the previous year.

Defendants had to wait an average of more than 17 weeks for their trials. In London the waiting time was far longer, more than 23 weeks.

The statistics show that half of the defendants who pleaded, not guilty, were acquitted. Again the London

figure was well above the national average, about two-thirds of defendants who pleaded not guilty being acquitted.

The number of divorce petitions filed, at 177,415, is a new record, a rise of 6 per cent over 1979. The courts granted more than 153,000 final decrees, all but about 3,000 under the special "quickie" procedure.

The civil courts, comprising county courts and the High Court, showed the biggest increase in workload, nearly 2,500,000 cases were started there, 15 per cent more than in 1979.

Judicial Statistics Annual Report 1980 Stationery Office £9.20

## Underpinning job not liable to VAT

ACT Construction Ltd v Customs and Excise Commissioners

Before Lord Diplock, Lord Simon of Glaisdale, Lord Keith of Kinkel, Lord Scarman and Lord Roskill

[Speeches delivered December 3]

A method of underpinning dwelling houses consisting in the construction of an additional foundation to the affected building was not work of "repair or maintenance" under the relevant legislation, and was therefore zero-rated for value-added tax.

The House of Lords so held in dismissing an appeal by the Customs and Excise Commissioners from the Court of Appeal (Lord Goff, Master of the Rolls, Lord Justice Brandon and Lord Justice Ackner) (The Times, October 10, 1981) [1981] 1 WLR 49) which had held in favour of ACT Construction Ltd, of Orpington, Kent, that extensive work carried out in 1976 under a contract for the alteration of the building which did not fall within the ordinary and natural meaning of "maintenance". Accordingly it fell to be zero-rated under item 2 of group 8 of schedule 4 to the Finance Act 1972 as updated by the Value Added Tax (Consolidation) Order 1976 (SI 128).

The company were employed to carry out underpinning operations to houses of which the original foundations were in the 1920s and acceptable then under the current building regulations, had been found seriously wanting as a result of the drought of 1976. The company's method of underpinning consisted of the construction of an additional foundation to the affected building, but also entirely separate from whatever original foundations still existed. It followed that whatever remained of the original foundations were or had become, were left unaltered.

On August 8, 1978, a Value Added Tax Tribunal upheld the Customs and Excise Commissioners' assessment of the company to VAT on the basis that though the work done was a service in the course of the alteration of the building it was not zero-rated because it came within the exception "alteration" in item 2 (a) to Group 8

of schedule 4 of the 1972 Act. Item 2 of group 8 provides: "The supply, in the course of the alteration, extension or reconstruction of any building or of any civil engineering work, of any services...".

Mr Simon D. Brown and Mr Michael Belfort, QC and Mr Fannick for the company.

LORD GOSKILL said that the appeal raised directly one short point of construction of group 8, but also raised, albeit indirectly, a second point of construction on which Lord Denning and Lord Justice Ackner expressed their views, albeit differently.

The provisions of schedule 4 both before and after amendment in 1976. The first concerned with zero-rating for the purposes of VAT. Group 8 of that schedule specified three items, each numbered, which qualified for zero-rating, with notes.

The commissioners assessed certain underpinning work done by the company to VAT in the sum of £1,072. The company appealed but the VAT Tribunal in London dismissed the appeal. Mr Justice Drake (Consolidation) Order 1976 (SI 128).

The simple short point of construction was whether the work was "repair or maintenance" or "alteration" in item 2 in the context in which that word there appeared meant "structural alteration" and he urged that it should be construed so that it only supported his submission on the true construction of the phrase "any work of repair or maintenance" in item 2(a) but raised much of the reasoning of the Master of the Rolls in the latter part of his judgment.

But since he urged that the determination of that true meaning was essential to the decision, he referred to the majority of the Court of Appeal, albeit obiter, could have far-reaching effects, the House should now determine this matter as well as the meaning of "alteration" in this context had arisen in a previous VAT case, Customs and Excise Commissioners v Dumbor Ltd (1979) STC 406, a decision of Mr Justice Neill.

He said that in dealing with a case which involved a group of words which were important and should be given its proper weight. As "alteration" was between the other two words, the alteration of a building was an alteration of the building and one which therefore involved some structural alteration.

In the Court of Appeal in the present case Lord Denning said he could not agree with that passage and that the adjective "structural" should not be inserted. Lord Justice Ackner agreed with him. Lord Justice Brandon expressed no opinion.

His Lordship agreed with Mr Justice Neill's view. He said that in this context could not be "alteration". His Lordship therefore accepted Mr Brown's contention on that issue.

On that basis, item 2 should be construed so that for the relevant purposes two requirements must be satisfied. It must be a "structural alteration" and it must not be "any work of repair or maintenance". The first requirement was by concession satisfied.

His Lordship thought that Mr Brown's concession on that point below was wrongly made. The words "alteration" and "alteration" are not synonymous and the phrase was a single composite phrase "repair or maintenance".

He said that in dealing with a case which involved a group of words which were important and should be given its proper weight. As "alteration" was between the other two words, the alteration of a building was an alteration of the building and one which therefore involved some structural alteration.

He said that in dealing with a case which involved a group of words which were important and should be given its proper weight. As "alteration" was between the other two words, the alteration of a building was an alteration of the building and one which therefore involved some structural alteration.

He said that in dealing with a case which involved a group of words which were important and should be given its proper weight. As "alteration" was between the other two words, the alteration of a building was an alteration of the building and one which therefore involved some structural alteration.

He said that in dealing with a case which involved a group of words which were important and should be given its proper weight. As "alteration" was between the other two words, the alteration of a building was an alteration of the building and one which therefore involved some structural alteration.

He said that in dealing with a case which involved a group of words which were important and should be given its proper weight. As "alteration" was between the other two words, the alteration of a building was an alteration of the building and one which therefore involved some structural alteration.

## Citizen's duty to prevent breach of peace

Albert v Lavlin

Before Lord Diplock, Lord Simon of Glaisdale, Lord Keith of Kinkel, Lord Scarman and Lord Roskill

[Speeches delivered December 3]

Every citizen in whose presence a breach of the peace was being or reasonably appeared to be committed, had a duty to take reasonable steps to make the person who was breaking or threatening to break the peace refrain from doing so, and those reasonable steps in appropriate circumstances included detaining him against his will.

The House of Lords so held in dismissing an appeal by the defendant, Mr Albert, from a reserved judgment of the Divisional Court (Lord Justice Denning, Lord Justice Ackner and Lord Justice Goff) (The Times, December 3, 1980) [1981] 2 WLR 1070.

The Divisional Court had dismissed an appeal by Mr Albert by case against his conviction by the Bedfordshire justices of assaulting a police officer, PC John Lavlin, in execution of his duty.

The following point of law of general public importance was involved: "Whether a person charged with an offence of assault may properly be convicted if the court finds that he acted in the belief that facts existed which if true would justify his conduct in the use of self-defence but that there were in fact no reasonable grounds for so believing."

Mr Albert's appeal came on for hearing. It was not argued further (The Times, November 21) in circumstances explained by Lord Diplock.

Mr Ronald Walker and Mr Roger McCarthy for Mr Albert. Mr John Hearn, QC, and Mr John Reide for PC Lavlin.

He obstructed Mr Albert from hearing the bus out of turn. Mr Albert's conduct, therefore, was being restrained by PC Lavlin, during the course of which PC Lavlin said that he was a constable, was found by the justices to have known to be a constable, and to have known to be a continuing breach of the peace.

After being told that PC Lavlin was a constable, a statement which the justices found to be true, Mr Albert in his excited state had honestly but mistakenly believed that he was entitled to detain him against his will.

On those facts and findings, the justices had stated a case for the Divisional Court to decide whether (i) a constable who reasonably believes that a breach of the peace is about to be committed, and (ii) a person being detained in such circumstances, but who does not accept that the person detaining him is a constable may be convicted of assault on the basis of the facts as stated.

It was that every citizen in whose presence a breach of the peace was being, or reasonably appeared to be, about to be committed had the right to take reasonable steps to make the person who was breaking or threatening to break the peace refrain from doing so, and those reasonable steps in appropriate circumstances included detaining him against his will.

It was that every citizen in whose presence a breach of the peace was being, or reasonably appeared to be, about to be committed had the right to take reasonable steps to make the person who was breaking or threatening to break the peace refrain from doing so, and those reasonable steps in appropriate circumstances included detaining him against his will.

It was that every citizen in whose presence a breach of the peace was being, or reasonably appeared to be, about to be committed had the right to take reasonable steps to make the person who was breaking or threatening to break the peace refrain from doing so, and those reasonable steps in appropriate circumstances included detaining him against his will.

rely on the defence of a mistaken belief that facts existed that justified the assault as a breach of the peace, or as a defence of which he would have been entitled to avail himself if the belief had been correct.

That consideration had involved reference to more than a score of reported cases on mens rea, "subjective" and "objective" tests and related topics, which had led Lord Justice Goff to the conclusion that there had to be reasonable grounds for the mistaken belief. If it was to be relied on as a defence.

With the correctness of that the House was not concerned. The question at which had been directed simply did not arise. What had been overlooked in the argument in the Divisional Court and in the parties' written cases before the House was that to the well established principle referred to by Lord Justice Goff there was an equally well established exception, not confined to constables, that was applicable to the instant case.

It was that every citizen in whose presence a breach of the peace was being, or reasonably appeared to be, about to be committed had the right to take reasonable steps to make the person who was breaking or threatening to break the peace refrain from doing so, and those reasonable steps in appropriate circumstances included detaining him against his will.

It was that every citizen in whose presence a breach of the peace was being, or reasonably appeared to be, about to be committed had the right to take reasonable steps to make the person who was breaking or threatening to break the peace refrain from doing so, and those reasonable steps in appropriate circumstances included detaining him against his will.

It was that every citizen in whose presence a breach of the peace was being, or reasonably appeared to be, about to be committed had the right to take reasonable steps to make the person who was breaking or threatening to break the peace refrain from doing so, and those reasonable steps in appropriate circumstances included detaining him against his will.

It was that every citizen in whose presence a breach of the peace was being, or reasonably appeared to be, about to be committed had the right to take reasonable steps to make the person who was breaking or threatening to break the peace refrain from doing so, and those reasonable steps in appropriate circumstances included detaining him against his will.

cases would include detaining him against his will.

At common law that was not only the right of every citizen, it was also his duty, although, except in the case of a citizen who was a constable, it was a duty of imperfect obligation.

On the magistrates' findings, that exception had plainly been applicable to the instant case. It had been drawn to the attention of the justices at the opening of the appeal when their Lordships had been asked to dismiss the appeal. Even if Mr Albert's belief that PC Lavlin was a private citizen and not a constable had been correct, it would not have made his resistance to PC Lavlin's restraint of him lawful.

The question certified by the Divisional Court was a hypothetical one on which it had not been necessary, and would not have been proper, for their Lordships to hear argument, and they should decline to answer it.

Lord Simon, Lord Keith, Lord Scarman and Lord Roskill agreed.

Solicitors: Somers & Layne, Barristers: R. E. J. Birch.

## Warrants with no notice

Regina v Chichester Justices, Ex parte Collins

Regina v Dewbury Justices, Ex parte Simpson

A magistrate's court was not required to give further notice before issuing a warrant of commitment where it had previously issued a warrant of arrest in connection with the same proceedings.

The House of Lords so held in dismissing an appeal by the appellants from a reserved judgment of the Divisional Court (Lord Justice Denning, Lord Justice Ackner and Lord Justice Goff) (The Times, December 3, 1980) [1981] 2 WLR 1070.

His Lordship said that both appellants had conceded that the failure to give notice before the warrants of commitment were

issued amounted to a breach of the rules of natural justice. However, although a warrant was issued as a judicial act, there was no need for any judicial order to be pronounced.

In these circumstances, although it would be necessary for the court to satisfy itself that the conditions of postponement had not been complied with, the process was not one which fell within the principle referred to in R. v. Brightman Magistrates' Court, Ex parte Hamilton, R. v. Magistrates' Court, Ex parte Forrest (The Times, June 18, 1981) 3 WLR 79, that adequate notice should be given to an offender before making any judicial order against him so as to give him the opportunity of making representations to the court.



# TACTICS FOR EXPORT GOALS.

MAKE SURE YOU HAVE  
THE RIGHT MAN AT BOTH ENDS

When you're exporting you need people on your side with the right skills. They need to be in the right place, both at home and abroad.

That's why for so many exporters the right bank is Barclays.

Take the home end first. Somewhere near you there's one of our specialist export offices. They deal with nothing but foreign trade. We have 33 dotted around the country - that's more than any other bank can offer.

Every day they deal with export finance, ECED policies, import regulations and all the ins and outs of exporting. They're well-qualified to help you.

At the foreign end, Barclays is also well-represented. Wherever you export, we've probably got a branch there. After all, we have the biggest overseas branch network of any British bank, with 2,000 branches in 80 countries.

Our people abroad make it their business to know everything about local trade, local regulations and local contacts. Our people at home will make it their business to get to know everything about yours.

Where do you start? We suggest you speak with your nearest Barclays branch manager.

We don't just offer all the export finance and banking services your operation needs - advice on markets, advice on import regulations, ECED policies - all with fast, efficient documentation and payment. We'll bring them closer to you than any other British bank.



**BARCLAYS**  
International

PEOPLE WHERE IT COUNTS



## Nato welcomes Spanish initiative to join alliance

From Frederick Bonart, Brussels, Dec 3

Spain could be the sixteenth member of Nato by next spring. The way was opened last night when Dr Josep Lluís, the Nato Secretary-General, was handed a letter from Señor José Pedro Pérez-Llorca, the Spanish Foreign Minister, intimating that Spain was ready to be invited to join. Dr Lluís welcomed the Spanish initiative on behalf of the North Atlantic Council, which was rapidly convened.

The letter was delayed for 24 hours according to a senior diplomat at Nato, some of the member governments, in particular the Greeks and the Dutch, had to reassess their positions who felt that the inclusion of Spain at this stage would upset the East-West balance.

The council announced that foreign ministers will have the opportunity of making their views known at the meeting of the North Atlantic Council next Thursday when, as a next step, a protocol of accession would be drawn up and considered by ministers.

This protocol is then due to be formally signed during a plenary session of the council which will probably be attended by Mr Andreas Papanastasiou, the Greek Prime Minister, who is attending the meetings in his capacity as Defence Minister. The Spanish Foreign Minister is also being invited.

Thereafter the protocol will be sent to the other member countries for ratification in accordance with their individual national constitutional processes. It is hoped as Nato that this will be completed in time for Spanish ministers to be able to participate in the 1982 spring ministerial meetings.

The immediate importance of this move for Nato is political, according to senior diplomats here, as the admission of a new democratic country to the Western alliance at this time demonstrates the Western will to maintain its ideals and values.

The practical details will only be negotiated at a later stage. It is expected that Spain will wish to participate in the integrated military structure like all member countries except France. This is felt to be of special importance at present when there is doubt about the Greek position.

The Spanish Navy and Air Force would be the country's main contribution to Nato. With their modern equipment and training, they would fit in well with other allied forces and have an important role to play in the Atlantic and in the Mediterranean, particularly in anti-submarine operations which continue in peace and war.

Nato would then have forces in the existing Iberian Atlantic Command, under the Supreme Commander Atlantic, and others in a possible Western Mediterranean Command under the Southern European Command in Naples.

For geographical reasons there is a likelihood to be an immediate task for the Spanish Army although, following the Portuguese example, it could remain a brigade or division for operations in Europe from permanent bases in Spain.

## Russia sees Military and strategic entry as inevitable balance of forces

By Henry Stanhope, Defence Correspondent

From Michael Binyon, Moscow, Dec 3

The Russians have campaigned long and hard against Spanish membership of Nato, but for some time have regarded the country's participation in the organisation as inevitable.

Moscow has given Madrid several blunt warnings over the issue. In September the Soviet Chargé d'Affaires in Madrid handed over a Note which said Spanish membership affected the interests of the Soviet Union and wide-ranging security interests in Europe and beyond.

The Note said Spain's membership in an alliance, which the Russians have repeatedly denounced as an aggressive block, would increase international tension. The Note was rejected as interference in Spanish affairs.

On Monday Pravda said the decision to join Nato was being taken against the wishes of millions of Spaniards. It said membership would "lead to a heightening of tension on the Continent and in the world, to a spiralling of the arms race."

Since Moscow reestablished diplomatic relations with Madrid in 1977 a number of incidents have strained the new relationship. Several Soviet diplomats have been expelled for spying and the Russians have been accused of supporting the Basque separatist group ETA.

Moscow has not been able to call on the support of the Spanish Communist Party, which has taken a defiant stand on several important ideological issues and is one of the leaders of the Euro-communist movement.

In effect, however, the Russians have long regarded Spain as an integral part of the Western defensive block because of its bilateral defence treaty with the United States.

Spain is divided into nine military districts which are garrisoned by the territorial defence forces of the Army. They are responsible for the defence of that district, while the spearhead of any operations against a national enemy either at home or abroad is formed by the intervention forces which are formed into a corps with three divisions, one armoured, one mechanised and one simply motorised without armoured vehicles.

Spain has a foreign legion with three regiments which are all-regimental all-Spanish (unlike the French Foreign Legion which as everyone knows is full of other nationalities who are trying to forget).

The foreign legionnaires form a high proportion of the 19,000 troops which, according to The Military Balance, are still stationed at Ceuta and Melilla on the Moroccan coast. Nearly 6,000 other troops are in the Balearic Islands at any one time and 19,000 more are in the Canary Islands.

American aid in return for military basing rights, has helped Spain to bring its



## Suspicion of foreign alliances harks back to Franco era

From Richard Wigg, Madrid, Dec 3

Señor Adolfo Suárez, the former Prime Minister, whose personal background gave him an instinctive sense of how many ordinary Spaniards feel, always postponed taking the "inevitable" decision on joining Nato.

Señor Leopoldo Calvo Sotelo, the present Prime Minister, took the realistic view that Spain's geography and *de facto* links with the Western alliance through the late General Franco's bilateral treaty with the United States required full integration of Spanish democracy into Nato. He declared it the very day he presented his candidature as Prime Minister to Parliament nine months ago.

But the change in Spain's foreign and defence policies should not be underrated however much diplomats in Brussels will refer in coming weeks to "Spain finding its rightful place in the defence alliance of the Western democracies."

General Franco did not invent Spanish isolation, he exploited it essentially to save his own regime. Spain's armies and navy have not fought a single war to defend their homeland since Napoleonic times. Though in the First and

Second World War Spaniards privately sympathised with one or the other side their country did not undergo the profound forging process of a national war effort.

The result, and this has overshadowed the debate as the Calvo Sotelo Government steered the Nato issue through Parliament this autumn, is a public opinion with a strong hankering for not becoming "involved in foreign alliances."

Some observers believe that the Spanish Socialist Party leaders, uncomfortable over their objection to Spanish entry, are circulating the Government over Nato would help to prepare the party's acceptance by sections of the nationalist lower middle classes at the next general election.

The ordinary Spaniard's ignorance about Nato, coupled with the way the Americans exploited the facilities accorded them by Franco's 1953 Treaty of Friendship, has created popular suspicion. This explains why the Government refused to agree to opposition demands for a referendum before joining. It will also complicate Spain's effectiveness in Nato.



Closed city: Israeli settlers guard the entrance to the town of Yotvata, in Sinai, which is due to be handed over to Egypt next April, in protest against the slow pace of negotiations over their compensation.

## Text of US-Israel strategic accord

Washington—Here is the official English text of the "Memorandum of Understanding between the Government of the United States and the Government of Israel on strategic cooperation," signed in Washington on November 30.

**PREAMBLE**

"This memorandum of understanding reaffirms the common bonds of friendship between the United States and Israel, and the mutual security relationship that exists between the two nations. The parties recognize the need to enhance strategic cooperation to deter all threats from the Soviet Union to the region.

"Noting the long-standing and fruitful cooperation for mutual security that has developed between the two countries, the parties have decided to establish a framework for continued consultation and cooperation to enhance their national security by deterring such threats to the whole region.

"The parties have reached the following agreement in order to achieve the above ends:

**ARTICLE I**

"United States-Israel strategic cooperation, as set forth in this memorandum, is designed to deter the threat to peace and security of the region caused by the Soviet Union or Soviet-controlled states within the region. It has the following broad purposes:

"A. To enable the parties to act cooperatively and in a timely manner to deal with the above mentioned threat.

"B. To provide each other with military assistance for operations of their forces in the area that may be required to cope with such threat.

"C. To enhance the strategic cooperation between the parties to not directed at any state or group of states within the region. It is intended solely for defensive purposes against the above mentioned threat.

**ARTICLE II**

"1. The fields in which strategic cooperation will be carried out to prevent the above mentioned threat to the region include:

"A. Military cooperation between the parties, as may be agreed by the parties.

"B. Joint military exercises, including naval and air exercises in the Mediterranean Sea, as agreed upon by the parties.

"C. Cooperation for the establishment of joint readiness activities, including access to maintenance facilities and other infrastructure, consistent with the basic purposes of this agreement.

"D. Other areas within the basic scope and purpose of this agreement, as may be jointly agreed.

"2. Details of activities within these fields of cooperation shall be determined by the parties in accordance with the provisions of Article III below. The cooperation shall be carried out in a spirit of mutual respect, planning, preparation, and execution.

**ARTICLE III**

"The parties share the understanding that the cooperation provided for in this memorandum is intended to or shall in any way prejudice the rights and obligations which devolve or may devolve upon either government under the Charter of the United Nations or other international law. The parties reaffirm their faith in the purposes and principles of the Charter of the United Nations and their commitment to live in peace with all countries in the region.

## Americans in Oman worry Gulf

By Edward Mortimer

Saudi diplomatic sources were unable either to confirm or to deny yesterday a report in the Washington Post that Saudi Arabia and the other Gulf states have offered the Sultanate of Oman \$1,200m (about \$510m) to cancel its agreement allowing the United States access to military facilities.

The report, citing an unnamed high Saudi government official, said that the offer was made last month during the meeting of the Gulf Cooperation Council in Riyadh.

While the offer as such cannot be confirmed, and as reported seems a little too crude to be true, it is certainly true that the other Arab Gulf states, including Saudi Arabia, are unhappy about the publicity which Oman's military cooperation with the United States has attracted. Kuwait in particular feels very strongly that it is important to keep both superpowers out of the region.

The Saudis are usually less inhibited about making clear their preference for the United States as against the Soviet Union.

But they were very anxious to secure Kuwait's agreement to defence cooperation among the six.

## Doubts remain over European reaction to statement on Sinai

From Christopher Walker, Jerusalem, Dec 3

The Israeli and American Governments tonight issued the text of their joint statement about the Sinai peace-keeping force which is intended as a compromise to avert a threatened Israeli veto on the participation of contingents from four European nations.

Earlier in the day the text had been unanimously approved at a special session of the Israeli Cabinet. It will now be relayed by Israeli ambassadors to the foreign ministers of Britain, France, Italy and the Netherlands.

According to today's Cabinet decision the four EEC Governments will be requested "to confirm the acceptance of the principles detailed" in the statement.

There was "uncertainty" tonight about how the European countries would react. But one European diplomat in Tel Aviv emphasized that the future of European participation would depend on the type of acceptance which Israel is looking for. "The bill is still very much up in the air," he said.

As expected, the statement emphasized that the basis of participation in the multinational force is the peace treaty originating in the Camp David accord and the protocol signed this summer by Egypt and Israel.

The text notes that none of the four European countries have attached political conditions to their participation. It adds that there can be "no derogation or reservations" from the terms of the treaty and protocol by any other participating force.

The joint statement continues that the United States understands Israeli concern at the statements made by the Europeans and recognizes that some of the European positions are at variance with the American and Israeli stand on the future of the peace process.

The statements add: "The United States and Israel recognize that the positions held on any other aspects of the problem in the area by any state which agrees to participate in the multinational force do not affect the obligation of that state to comply fully with the protocol."

The two governments conclude by reiterating their own commitment to Camp David as "the only viable and ongoing negotiating process."

They make a joint pledge of determination to make progress in the negotiations: "on Palestinian autonomy which are still in a state of deadlock."

Washington: American officials said they did not expect any problem over Britain, France, the Netherlands and Italy accepting the principles contained in the statement as a basis for their participation in the peace-keeping force (Nicholas Ashford writes).

They said that the joint statement was issued with the expectation that it would facilitate the participation of the four European countries in the force.

The officials said that Egypt had been informed of the joint declaration. It was not a legal document and did not affect documents which provided the basis for the Sinai force.

Whitehall concerns: Officials in Whitehall expressed some concern that the Europeans have tentatively agreed to take part in the peace-keeping force, but have not yet asked to approve a new explanation of their role (David Cross writes).

The British, who have been keeping in touch with Washington while the Americans have been working to persuade the Israelis not to reject European participation, were hoping that no further action would be required of them.

## Settlers protest with arson West Bank delay angers MPs

From Our Own Correspondent, Jerusalem, Dec 3

The leader of a delegation of six British MPs intends to press Lord Carrington, the Foreign Secretary, to deliver a strong protest to Israel about the treatment meted out to them during an eight-hour walk to cross into the occupied West Bank from Jordan today.

In an interview with The Times, Mr Tony Marlow, the Conservative MP for Northampton, said he had been refused permission to contact British diplomats, they had been subjected to "maximum harassment" by Israeli troops, and had been denied food and drink.

When the delegation arrived at the Allenby bridge at 8.30 am, they were told to go to the West Bank, they were refused entry. Several hours later this decision was reversed after sharp exchanges between the British Embassy in Tel Aviv and the Israeli Foreign Ministry.

Although the Israeli officials claimed "technical reasons" had caused the delay, British sources believe that it was a deliberate move because the delegation of Conservative and Labour MPs was touring the Middle East as part of the invitation of the Palestine Liberation Organisation.

In addition to Mr Marlow, other members of the party were Mr Peter Lloyd (Con, Fareham), Mr Hugh McCartney (Lab, Doncaster North), Mr Robert Farr (Lab, Liverpool, Scotland Park), Mr James Purney (Con, Rugby), and Mr Dennis Canavan (Lab, Strathgordon).

A diplomatic exchange about the treatment of the MPs continued through the day, it became clear that the incident has further soured relations between Britain and Israel.

The anger erupted yesterday after a meeting in Jerusalem between Mr Simon M. Esh, a Deputy Prime Minister, who offered an aggregate of £7m for 100 businessmen. The businessmen demanded twice as much. The Government has already reached an agreement to pay £2m to 225 residents for their homes.

The police surrounded the town today but took no action to break the obstruction. Militant residents forecast a confrontation and said they were trying to gas mask in preparation.

## COMPOSER DIES

Henry Kay, a composer and arranger famous for his ballet scores and orchestration of Broadway shows, died at Danbury Hospital, Connecticut, of heart failure. He was 62.

## Infant black homeland is born to an unpromising future

From Michael McNulty, Bisha, Ciskei, Dec 3

A dust-blown hilltop, on which perch a half-finished 20,000-seat stadium and an incomplete hangar-like parliament building, are all that exist of Bisha, capital of Ciskei, which becomes "independent" at midnight with the firing of a 101-gun salute, and the chiming of church bells.

The insubstantial quality of its capital city says much about Ciskei, an artificially created mini-state of some 3,200 square miles. Most of its population (a disputed concept in itself) probably live outside its frontiers, which do not yet exist as they are still being negotiated with the South African government.

Ciskei is the fourth of the black "homelands" to accept "independence," a status recognized nowhere else in the world. In Pretoria it is seen as a further step towards the apartheid goal of carving 10 separate black "nations" out of 13 per cent of South Africa's land.

As an economic unit Ciskei is pitifully ill-equipped for independence of any kind. It has no natural resources, cannot feed itself, and is dependent on South Africa for four-fifths of its government revenue. Forty per cent of the male labour force work as migrant labourers outside its

## NEWS IN SUMMARY

### Flags fly at half mast in Quebec

Canada's enduring dream of having its own constitution well on its way to realization following the overwhelming approval of the enabling resolution by the House of Commons (John Best writes from Ottawa).

But while most Canadians celebrated Mr René Lévesque, the Quebec Premier, ordered the provincial flag—featuring the fleur-de-lis—lowered on all provincial buildings until Monday "as a symbol of mourning and protest" after the Commons voted 246 to 24 for a measure to bring home the constitution from Britain with some new features added.

The constitutional resolution is now in the Senate, where debate is expected to last a few days, but where, as in the Commons, the government's Liberal majority assures its passage. The bill, possibly some time next week, will be sent to Westminster.

### Falkland talks in Geneva

Talks on the future of the Falkland Islands are to be held between Britain and Argentina in Geneva, on December 18 and 19.

A joint communiqué published in London and Buenos Aires said the talks would be attended by two representatives from the Falklands. Last September, the islanders voted overwhelmingly in favour of remaining British.

During earlier talks, British officials wanted a "peacefully" resolved, but a Foreign Office spokesman explained yesterday that the wishes of the islanders remained "paramount."

### EEC control on chemicals agreed

Brussels—A European Community regulation aimed at preventing accidents on the scale of the Flixborough disaster by environment ministers here. The so-called "Seveso directive" covers 178 chemical substances of which 26—such as bromine, ammonia and hydrogen—are considered "extremely dangerous."

Creating the competent authorities to enforce the new directive is expected to take about another 18 months. The authorities will have to monitor the installation of any new plant, involved in the production, storage or use of the chemicals, and to ensure advance consultation.

Neighbouring countries will have the right to be involved in the consultation process. This was the point which blocked agreement since 1976.

### Rubbish piles up in Manhattan

New York—The Waldorf Astoria Hotel is storing rubbish in the hotel's basement. Rubbish is piling up on the pavement where the pile is 4ft high and over 50ft long. Shiny black plastic bags creating a mysterious new art form are piling up along many streets in midtown Manhattan and in Chinatown. Soggy cardboard cartons are overflowing with restaurant scrapings all over the city.

The dustmen are on strike. Now, in the morning, the sanitation workers employed by the city of New York, who cart away residential refuse, but the private carriers who deal with refuse from restaurants and commercial establishments including private nursing homes.

### Murdered Chinese 'rehabilitated'

Peking—Chinese Communist Party members from Hebei province, killed or persecuted during the Cultural Revolution after accusations that they were linked with a cooperation agreement between the party and the Kuomintang, have been officially rehabilitated.

Mao's former political secretary, Chen Boda, was jailed last January for having undertaken a campaign against the East Hebei party in July 1955, people lost their lives.

### Reagan unworried by Libyan assassins

Washington—President Reagan believes it is possible that Libya may be sending gunmen to assassinate him but he is not very concerned about it. He told reporters: "I think in view of the record, you can't dismiss them out of hand, but they're not going to change my life much."

### William Holden's will

Los Angeles—William Holden, the film actor, who died last month, left \$250,000 (£125,000) to his longtime companion, Stefanie Powers, the made public here. Miss Powers aged 39, comes in the television series, Hart to Hart with Robert Wagner whose wife, Natalie Wood, drowned last Sunday.

### Afghanistan denial

Islamabad—As the death toll from the helicopter attack on a Pakistan border post in Baluchistan has risen to seven, Afghanistan "categorically" denied responsibility.

### S Africa hunger strike

Pretoria—Visiting privileges on Robben Island, where most of South Africa's political prisoners are held, have been withdrawn because of a hunger strike.



## Solidarity heads try to avoid clash with state

From Roger Boyes, Warsaw, Dec 3

The leaders of Solidarity, Poland's independent trade union movement, held emergency talks outside Warsaw today amid signs that many of its regional chiefs want to back away from a head-on clash with the Government.

The meeting was called as a first angry response to a police raid on the Warsaw branch of the union's academy yesterday morning intended to end a students' sit-in. The raid was described by Solidarity today as brutal and several activists in the Warsaw branch, as a result of the action, have questioned the Government's sincerity in seeking a power-sharing arrangement with Solidarity.

But the praesidium meeting of the union's regional heads in Radom, outside Warsaw, had, by most accounts, a rather moderate tone. While Warsaw Solidarity leaders apparently argued for a hard line against the Government — the 500,000 members of the Warsaw chapter are still on strike — other regions wanted to water down the union response.

Above all Mr Lech Walesa, head of the whole organization, repeatedly emphasized that the popular anger at the raid should be channelled into gaining greater concessions in talks with the Government rather than a renewed bout of strike action.

Addressing a crowd of 2,000 people in Warsaw last night, Mr Walesa said: "The struggle is only beginning today, but that is why it is required of us that we should fight with true determination and foresight. We cannot let our nerves get the better of us although that's what

## British aid helps Poles left out in the cold

A large lorry carrying 14,000 bars of British soap and an assortment of food should this weekend be driving into a small Polish town near Poznan (Roger Boyes writes).

The consignment comes by courtesy of the Ockendon Venture, a British charity, which has been collaborating with Ockendon's rotary club to gather food, drugs, soap and other items needed by the Poles.

Polish lorries, which have brought exports to Britain, deliver the British aid on return to Poland and take it to clinics and children's hospitals.

It is difficult to estimate what the aid is costing, but even charity officials admit it is only a drop in the ocean.

The shops are particularly bare outside Warsaw, industry trial towns like Lodz are having great problems securing meat, vegetables and fruit — and it is easy to forget that parts of Poland once ranked as the bread basket of Europe.

Officials argue, with some justification, that the main problems do not actually lie in production, shortfalls in the country had a particularly good harvest this year — but rather are caused by panic buying.

Hoarding is a traditional problem in Poland but the current shortages are also caused by poor distribution and the country's precarious financial standing.

The rich can buy goods on the black market and the workers can make use of factory canteens, but the poor, the pensioners and the sick are left out in the cold. It is these people whom the Western charities are trying to cater for.

## End to rapprochement that never was

From Charles Hargrove, Paris, Dec 3

Is the honeymoon between President Mitterrand and Mrs Margaret Thatcher, already over, only a couple of months ago after the smiles of the Franco-British summit in London? The question is legitimate when one reads the very negative verdict on Britain expressed by M Claude Cheysson, the Foreign Minister, in an interview with *Le Monde* this week.

Asked whether the attempt at a Franco-British rapprochement in the first weeks of M Mitterrand's term of office had stopped short, the minister replied: "No, the attempt has not stopped short. But the rapprochement has not taken place. This confirms the very considerable difficulties which Britain is experiencing. There is no rapprochement between her and anyone."

He had seen Lord Carrington once a week on average, and was in touch with him by telephone or otherwise every other day. "But there is no rapprochement because Britain is going through an extremely serious crisis and is taking up specific attitudes in European affairs. At the European Council meeting, the British thesis was defended by nobody," he added.

The contrast is striking between this disillusioned statement and the fulsome terms in which he referred to Britain when he met Lord Carrington in Paris last May immediately after the Socialist Government came to office.

"Throughout my life," he said the time, "I have had close relations with Britain, a country for which I have great admiration. Britain and France have all sorts of fundamental things in common."

Although the new French Government disclaimed any intention of substituting a Franco-British, privileged relationship for the Franco-German entente, which



Out of step even last September: President Mitterrand visits Mrs Thatcher

## US mayors attack Reagan's policies

From Michael Hamlyn, New York, Dec 3

Mayors of American cities, meeting in outraged conclave in Detroit, have sent urgent signals to the President saying that his policies are threatening immediate civic breakdown.

The protests are coming from both Republicans and Democrats, and have been particularly vociferous from one who ran on both tickets, Mr Edward Koch, the Mayor of New York. He bitterly attacked the President's policies, called the new federalism "a sham and a sham" and said that the withdrawal of the government from the needs of the cities was a systematic campaign of abandonment.

The consequences, according to the newly-elected mayor, would be "the further decay of our cities, the poor growing poorer, a decline in the education of our population and a more lonely and poorly serviced elderly."

Mr Koch was speaking at the annual convention of the National League of Cities, a gathering of officials from small and medium-sized cities, not usually graced by the presence of such important metropolitan figures as him. But he told *The New York Times*, in an interview on the way there, that he intends to make more such forays, particularly as the 1982 congressional elections draw close.

His speech was in distinct contrast to his approach during the mayoral elections here, when he told voters that Mr Reagan had a mandate from the voters last November to cut taxes and spending.

Other expressions of anxiety — in particular over proposals from Mr David Stockman, the Budget Director, to kill the capital aid programme for cities, came from other hard-pressed municipalities.

Mr Stockman's plan was unofficially revealed on Monday. It would do away with all new spending after 1983 for two major programmes amounting currently to \$4,200m (about £2,100m) and divided among 2,850 cities and towns across the country.

## BLOOD SENT BY PIGEON POST

Paris. — Two French hospitals have solved their problem of how to send blood samples for analysis to a laboratory 11 miles away as rapidly as possible. They are using carrier pigeons.

A team of 22 pigeons has been organized for the 15-minute flight between the two hospitals at Granville and the laboratory at Avranches, northern France.



## Weinberger in Rabat King Hassan plays the American card

From Godfrey Morrison, Rabat, Dec 3

The visit to Morocco today by Mr Caspar Weinberger, the United States Defence Secretary, is proof that King Hassan, beset by serious domestic problems and growing international pressures, has decided to play the "American card".

By providing his armed forces with new sophisticated weapons, the Americans may enable him to regain the initiative in the desert war against the Polisario guerrillas, but they cannot provide him with what he and his country needs most — rain.

The war against the Polisario Front, which wants to make the former Spanish Sahara an independent state, has received considerable publicity, as have the increasing international pressures on Morocco at the United Nations and in the Organization of African Unity to reach a political settlement.

But if anything, the war, which is seen by Moroccans of almost every political complexion as a holy national cause to hold up to what they see as the historically part of Morocco, cements national unity.

The country's dire economic plight is quite another matter. It usually rains here in the winter and last year's message of rainfall produced a grain harvest of about two million tonnes, half the average crop.

Peasants deprived of their livelihood flocked to the towns, particularly Casablanca, the country's commercial capital, which is now surrounded by shanty towns.

In June, a rise in basic food prices caused a labour dispute and violence in which several hundred people are believed to have died.

This autumn, there was virtually no rain in October and November to allow the planting of crops and even early December is brilliant and cloudless.

In Casablanca estimates are that about 75 per cent of the adult males are unemployed or underemployed in part-time jobs such as car-minders or newspaper sellers. A Western diplomat said: "Casablanca is an enormous tinder box which would not require much to make it burst into flames."

In the countryside the situation continues to deteriorate with drinking water prices increasing and the deepening drought and lack of feed resulting in increased slaughter of herds and an exodus to the towns. Even in Rabat.

Compared to most Arab and African countries, Morocco has an open political and economic system, but the

growing problems have led to measures against the Socialist opposition party, the USFP. Its 150 members have been closed down and three senior members, including their leader, Mr Abderrahim Bourbid, have been detained.

Their offence was criticism of the King for what they saw as excessive concessions on the Sahara issue at the OAU. He has promised a referendum in the territory and on this issue the Socialist, like the small Communist Party, are plus royaliste que le roi.

King Hassan's dispute with the Socialists has complicated his relations with France, Morocco's traditional supporter and main trading partner. The French Socialist Party has demanded that their Moroccan counterparts should be released.

Even though this demand, which was seen here as unacceptable interference in Moroccan domestic affairs, did not come from President Mitterrand, it has inevitably cooled relations with his Government and has led to some unease among the 50,000 French people living here, the largest French community outside France.

The Moroccan Government has watched this week's cordial visit by President Mitterrand to Algeria with something less than enthusiasm. Morocco broke off diplomatic relations with Algiers more than five years ago because of the Algerians' support for the Polisario Front, and relations are still cool.

It is against this background that President Reagan's Administration has stepped into the scene. There can be few geographical areas where the American Administration's forthright policy of identifying friend and foe is more evident than in North Africa.

The American oil company Exxon, with Washington's encouragement, has pulled out of Libya, while Washington has shown solidarity with Egypt and Sudan through the "Bright Star" joint military manoeuvres.

Mr Weinberger's visit is only one of a series. Mr Francis West, the Assistant Defence Secretary, has been here twice in the last month, pledging continued support for King Hassan, in the war against the Polisario guerrillas.

Mr Alexander Haig, the Secretary of State, is due here in a couple of weeks; General Vernon Walters, President Reagan's special roving envoy, has been here three times; and King Hassan is expected to visit Washington next month.

Finally, Admiral Bobby Inman, the Deputy Director of the Central Intelligence Agency, called on the King in February.

The war against the Polisario guerrillas is not going too well. Moroccan troops are fighting a defensive campaign.

After several months' lull the war flared up in October when the Polisario guerrillas took the outpost of Guelta Zemmur in a battle during which they shot down four Moroccan aircraft.

## ECEVIT JAIL TERM STARTS

From Sinan Fisek, Ankara, Dec 3

Mr Bulent Ecevit, the former Prime Minister of Turkey, today began serving a four-months prison sentence for having defied a military ban on political activities. He said that he would "rather be a free prisoner than a prisoner living outside jail".

Mr Ecevit had led the now defunct Republican People's Party. His offence was having handed foreign reporters in Ankara a letter critical of the National Security Council's decision to close down political parties. He told reporters today: "There is a price to pay for freedom. What I am paying is a very small price."

## Indian judicial system on verge of breakdown

From Trevor Fishlock, Delhi, Dec 3

A man who has spent 30 years in jail awaiting trial has been released on the orders of the high court in Patna, in the state of Bihar, Eastern India.

Although his experience is extreme, it is an indicator of the desperate condition of the Indian judicial and penal system. Tens of thousands of people wait in prison for years with little hope of their cases coming to court.

An Indian judge has said that "our legal system is on the verge of collapse, living on borrowed time."

The case of the 30-year detainee was unearched by a civil liberties group. The man, Mr Ram Chandra, was arrested in March 1952 for attempted murder, but the case records were later

missing. The lawyer who sought his release said in court this week that the authorities had shown "calous indifference."

It has been estimated that about 100,000 people are in jail awaiting trial in India. The sheer pressure of numbers, incompetence, a harassed bureaucracy and the extraordinary length of legal proceedings has condemned many to hopeless years.

There have been large-scale releases of people who have spent more time in prison than the maximum sentences that might have been imposed for their alleged offences, but the problem remains.

Some people stay in jail because they are too poor to raise bail.

## Schmidt counters peace lobby

Herr Hans-Dietrich Genscher, the West German Foreign Minister, having a word in the ear of Herr Helmut Schmidt, the Chancellor, in the Bundestag yesterday.

Herr Schmidt appealed to the so-called peace movement not to undermine the Soviet-American talks on limiting European nuclear weapons that opened in Geneva this week (Our Foreign

Staff writes). In a speech on President Brezhnev's visit to Bonn last week, Herr Schmidt emphasized the need for an East-West security partnership based on a balance of forces. He is to meet Herr Erich Honecker, the East German leader, next Friday. Those who accept military inferiority may reach a position where they beg in vain for negotiations, he said.

## Haig journey reflects concern over Caribbean

From Jeremy Taylor, Port of Spain, Dec 3

Mr Alexander Haig, the American Secretary of State, reflecting the Reagan Administration's revived interest in the Caribbean, was due to deliver a keynote address today to the General Assembly of the Organization of American States meeting in the Caribbean island of St Lucia.

The arrival of such a heavyweight figure in a region traditionally regarded as an American sphere of influence underlines America's growing concern about Cuban activities in the Caribbean and Central America and the threat of internal instability in an area of real strategic importance to the United States. But if, as is widely expected, Mr Haig's main interest is the ideological threat to the region, he risks antagonizing the Caribbean as much as soothing it.

As American interest in the region has revived, a serious difference of perception has opened up between Washington and regional capitals about development strategy. While Washington has emphasized security and private sector investment, the Commonwealth islands have insisted that the danger lies in the structural economic problems of their tiny economies.

Since 1973, energy costs have increased tenfold, investment has been restricted, productivity has been falling, wage demands have risen along with inflation and export markets have become more difficult. All the Caribbean's traditional exports,

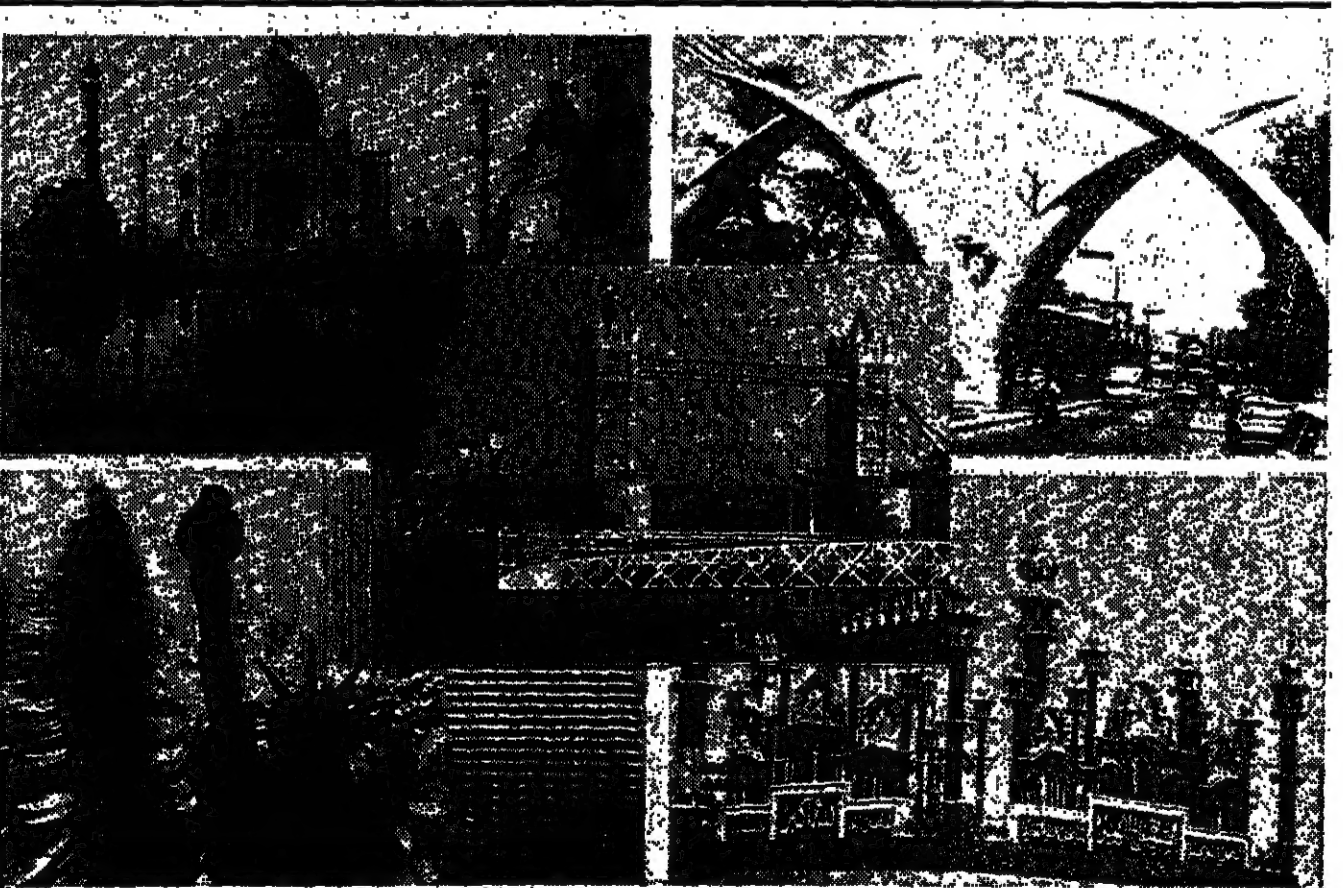
from bauxite to bananas, have been damaged by recession, low prices and diminishing outlets.

Dr Kennedy Simmonds, the Premier of St Kitts-Nevis, told the fifth Caribbean Conference on Trade, Investment and Development in Miami last week: "The problems of the Caribbean are economic, not ideological. They cannot be solved by guns or bullets. They can be solved by investment, employment, development assistance, education and communication."

Private sector initiatives, Dr Simmonds argued, must be part of a wider programme that helps public sector development and expansion of infrastructure too. There is striking agreement on that, even across the ideological dividing lines.

Mr Unison Whiteman, the Foreign Minister of the People's Revolutionary Government in Grenada, says he will be trying to force the St Lucia conference to face the real issues of the region which he defines as poverty, unemployment, low commodity prices and the concept of the Caribbean as a zone of peace, adopted by the OAS in 1979.

Scepticism about the American obsession with ideology extends to the proposed Caribbean basin initiative, sponsored by the United States with Canada, Mexico and Venezuela. It is aimed at channelling development aid into the region.



## Call Standard Chartered Bank and you're there.

When your company's business reaches out to new markets, make one call to Standard Chartered and you're there.

For more than a century The Chartered Bank and Standard Bank have been leaders in international banking: today as Standard Chartered and in California as Union Bank, a network of more than 1500 offices in some 60 countries makes us Britain's largest independent overseas bank.

More than 20 branches in Great Britain make it easier than ever to get the benefit of Standard Chartered's unrivalled service and experience in international finance.

Standard Chartered's branch-to-branch network can assist with all aspects of your company's business, whether it is the simplest import/export transaction or the most sophisticated merchant banking finance package.

Next time you feel your bank is not giving you its best, make that call to Standard Chartered. Wherever in the world you want to do business, it's only a local call.

**Standard Chartered**  
World leaders in international banking.

Standard Chartered Bank Limited, Head Office 100 Old Broad Street, London EC2M 1JL. Tel: 0222 7800. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (USA) Inc, 60 Pine Street, New York, NY 10270. Tel: 212 661 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Australia) Pty Ltd, 100 Market Street, Sydney, NSW 2000. Tel: 02 361 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Canada) Ltd, 100 King Street West, Toronto, ON M5X 1C5. Tel: 416 593 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (India) Ltd, 100 Colaba Causeway, Mumbai 400 001. Tel: 022 235 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Japan) Ltd, 100 Marunouchi, Tokyo 100. Tel: 03 322 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (South Africa) Ltd, 100 West Street, Cape Town 8001. Tel: 021 422 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Switzerland) Ltd, 100 Bahnhofstrasse, Zurich 8001. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Hong Kong) Ltd, 100 Queen's Road Central, Hong Kong. Tel: 261 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Singapore) Ltd, 100 Raffles Place, Singapore. Tel: 04 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (New Zealand) Ltd, 100 Victoria Street, Auckland. Tel: 09 322 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Fiji) Ltd, 100 Victoria Street, Suva. Tel: 06 322 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Tanzania) Ltd, 100 P.O. Box 9135, Dar es Salaam. Tel: 022 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Kenya) Ltd, 100 P.O. Box 200, Nairobi. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Uganda) Ltd, 100 P.O. Box 200, Kampala. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Zambia) Ltd, 100 P.O. Box 200, Lusaka. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Botswana) Ltd, 100 P.O. Box 200, Gaborone. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Lesotho) Ltd, 100 P.O. Box 200, Maseru. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Namibia) Ltd, 100 P.O. Box 200, Windhoek. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (South West Africa) Ltd, 100 P.O. Box 200, Windhoek. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Swaziland) Ltd, 100 P.O. Box 200, Mbabane. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Zimbabwe) Ltd, 100 P.O. Box 200, Harare. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Malawi) Ltd, 100 P.O. Box 200, Lilongwe. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Mozambique) Ltd, 100 P.O. Box 200, Maputo. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Angola) Ltd, 100 P.O. Box 200, Luanda. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Cape Verde) Ltd, 100 P.O. Box 200, Praia. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Guinea-Bissau) Ltd, 100 P.O. Box 200, Bissau. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Sierra Leone) Ltd, 100 P.O. Box 200, Freetown. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Liberia) Ltd, 100 P.O. Box 200, Monrovia. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Ivory Coast) Ltd, 100 P.O. Box 200, Abidjan. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Ghana) Ltd, 100 P.O. Box 200, Accra. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Togo) Ltd, 100 P.O. Box 200, Lome. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Benin) Ltd, 100 P.O. Box 200, Cotonou. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Nigeria) Ltd, 100 P.O. Box 200, Lagos. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Cameroon) Ltd, 100 P.O. Box 200, Yaounde. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Cote d'Ivoire) Ltd, 100 P.O. Box 200, Abidjan. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Senegal) Ltd, 100 P.O. Box 200, Dakar. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Mali) Ltd, 100 P.O. Box 200, Bamako. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Niger) Ltd, 100 P.O. Box 200, Niamey. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Chad) Ltd, 100 P.O. Box 200, N'Djamena. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Sudan) Ltd, 100 P.O. Box 200, Khartoum. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Ethiopia) Ltd, 100 P.O. Box 200, Addis Ababa. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Somalia) Ltd, 100 P.O. Box 200, Mogadishu. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Kenya) Ltd, 100 P.O. Box 200, Nairobi. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Tanzania) Ltd, 100 P.O. Box 200, Dar es Salaam. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Uganda) Ltd, 100 P.O. Box 200, Kampala. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Zambia) Ltd, 100 P.O. Box 200, Lusaka. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Botswana) Ltd, 100 P.O. Box 200, Gaborone. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Lesotho) Ltd, 100 P.O. Box 200, Maseru. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Namibia) Ltd, 100 P.O. Box 200, Windhoek. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (South West Africa) Ltd, 100 P.O. Box 200, Windhoek. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Swaziland) Ltd, 100 P.O. Box 200, Mbabane. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Zimbabwe) Ltd, 100 P.O. Box 200, Harare. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Malawi) Ltd, 100 P.O. Box 200, Lilongwe. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Mozambique) Ltd, 100 P.O. Box 200, Maputo. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Angola) Ltd, 100 P.O. Box 200, Luanda. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Cape Verde) Ltd, 100 P.O. Box 200, Praia. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Guinea-Bissau) Ltd, 100 P.O. Box 200, Bissau. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Sierra Leone) Ltd, 100 P.O. Box 200, Freetown. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Liberia) Ltd, 100 P.O. Box 200, Monrovia. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Ivory Coast) Ltd, 100 P.O. Box 200, Abidjan. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Ghana) Ltd, 100 P.O. Box 200, Accra. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Togo) Ltd, 100 P.O. Box 200, Lome. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Benin) Ltd, 100 P.O. Box 200, Cotonou. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Nigeria) Ltd, 100 P.O. Box 200, Lagos. Tel: 01 222 1000. Telex: 500000. Cable: 500000. Branches: 1500 in 60 countries. Standard Chartered Bank (Cameroon) Ltd, 100



## More spending means more taxes

the same time, demanding more taxes and contributions from Mrs Thatcher: The efficiency

that those hopes are not in vain? Mrs Thatcher: The efficiency of the private sector has gone well ahead of the efficiency of the public sector. The public sector has the price increases in the private sector are much below the price increases in the public sector.

That is one reason why we are asking powers to transfer more of the public sector to the Maastricht Treaty. Another reason is that one reason why we are going ahead with more measures to privatise things like BNOG and take away the state monopoly.

Mr David Steel: I wonder if the Liberal Party is (Rushmore, Sir Robert and Feebles, L) What advice will the Prime Minister give to ministers following the report of the Committee of Enquiry into the Chancellor, given that some of their unavoidable costs, such as his fees, have gone up by 50 per cent in the last year? Will the Government allowance being given to them next year be only a fraction of the Government's estimate for this year?

What about low income families with sons and daughters at university? Will the Government Mr. Thatcher now Ministers will go up by 4 per cent. Mr Steel: wishes them to go up more than that but must say what else can be done. The other side of the coin is that the Government increases in tax he would impose. (Conservative cheers.)

## Inquiry into bone marrow units

regional health authorities involved in the decision, as those hospitals are not placed in the dilemma of having to choose one or the other.

Mrs Thatcher : I saw that report and was as concerned as Mr Skinner. Since the Labour Government came to power, the service has increased. The number of doctors has increased by 1,000, the number of nurses and midwives by 21,000.

In a report by Professor Merivon on the future of the health services we pointed out that we could spend about the whole of our gross national product on health care, but to advance in technology and the expense of doing some of those things.

Mr Labour MP : You are hard-  
Mrs Thatcher : Twenty-one thousand more nurses and 1,000 doctors than under Labour, adding up to such large figures waiting lists—how very hard Labour MPs must have been (for) their consciences.

We will continue the excellent work of Professor Hobbs at Westminster Hospital. That is one of the best places where we can get the best results done.

We are looking at the future development of the service, and Sir Douglas Black has agreed to chair a working party to consider ways for further cuts outside London so that we do not have the situation occurring again.

I have made it plain to the public that we have no price to be pleased (Lord Conservative cheers).

Mr Toby Jessel (Richmond upon Thames) : Will the Secretary of the Army Board is due tomorrow (Friday) to consider the future of military banding (laughter)?

The answer is yes. Ministers will be in mind the tremendous value, not only to Army morale and recruitment, but also to the nation's morale and other occasions, and in lifting the spirits of the nation—(cheers)—and they will be in the minds of the entire world. It attracts visitors here and helps the balance of payments.

Mrs Thatcher : I endorse what Mr Jessel says about the popularity and importance of military bands and their popularity overseas. We shall certainly continue to make orders and have another round as well.

I shall draw the attention of the Home Department to what Mr Jessel says.

## Committee experiment suspended

**Mr. Francis Egan, Lord President**

of the Council and Leader of the House, informed MPs, during questions on the forthcoming business, that it was not his present intention to reintroduce the special standing committee procedure, introduced as an experiment by his predecessor, Mr Norman St John-Stevas, under which witnesses could be called before committees to give evi-

He had been asked by Mr. George Cunningham (Istington, South and Finsbury, Ind.) why this useful experiment with special standing committees had not been perpetuated this session.

"It is not my intention to reintroduce the standing order relating to special standing committees, at any rate at the moment. I would be prepared to

do so in the Government identified a suitable Bill for the use of this procedure either in this session or future sessions.

Mr St John-Stevens (Chelmsford, C): Will he reconsider that decision in view of the undoubted success of this new public Bill

procedure which must not be allowed to fall into desuetude? (Cheers) Is this not a matter for the House to decide? The House should have the opportunity to decide whether it wishes to make this procedure perma-

Mr Pym: There are various views held about this matter. There is no question of allowing it to go into desuetude. I shall keep an open mind about it. I do not

**Correction**  
In the House of Lords debate on November 25, the Earl of Kim-

**Parliament today**

**Commons (19.30):** Debate on private member's motion on effects of Government policies on West Midlands.

## of civil courts

The jurisdiction of our courts (he continued) will depend upon whether the defendant or the issue involved falls within a class of persons or subject matters laid down in it. Jurisdiction will no

On enforcement, any civil judgment given by a court in proceedings to which the convention

posed was to be recognized and enforced in all other contracting states, no matter who the defendant was.

Lord Mischon, for the Opposition, said he lamented as a lawyer the manner in which they

regulations of what they meant in law, by residence or ordinary residence or domicile or substantial connection with this country.

They were in danger of reaching... and might already have reached... the stage where their view in regard to these matters was a morass.

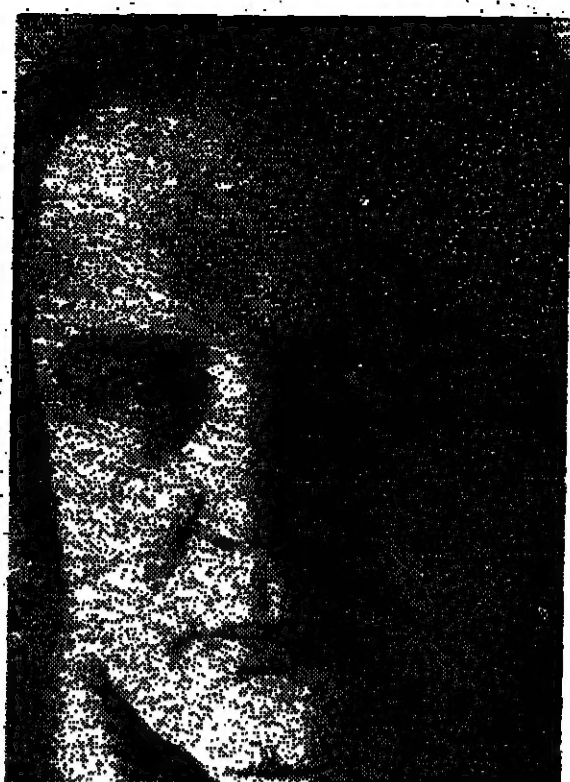
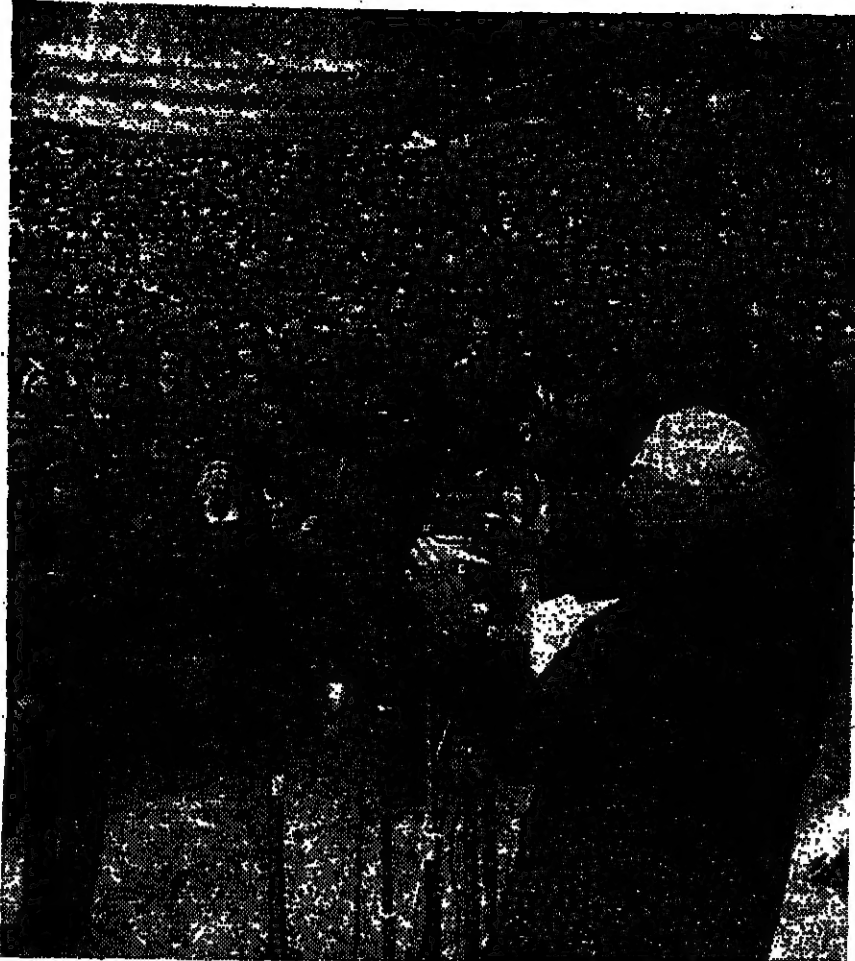
It was vital that practitioners and others should have a proper

\_\_\_\_\_

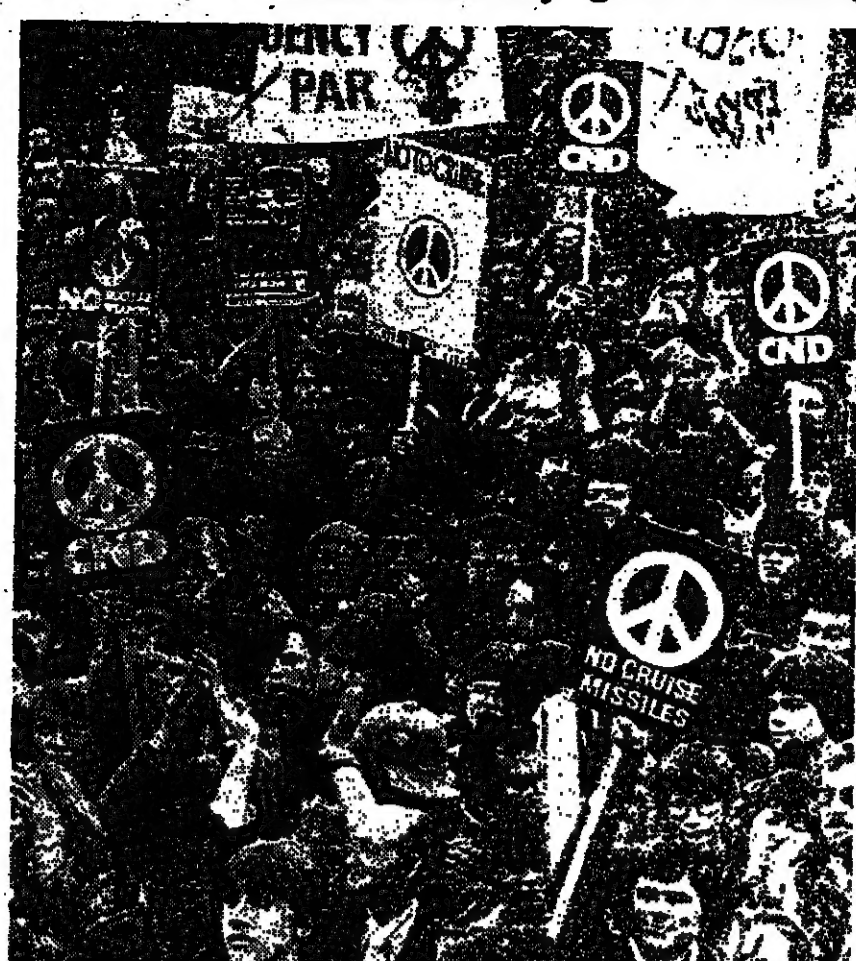
\_\_\_\_\_



In the week that the Americans and Russians begin talks about arms reductions, Vladimir Bukovsky gives a warning to the West



Since Vladimir Bukovsky was expelled from the Soviet Union, he has tried to alert the West to the true nature of the Russian regime. Here he argues that Western nuclear disarmament movements like that led by Bertrand Russell in the fifties (left) and the revival of CND in the eighties (right) are a naive response to concerted Soviet propaganda.



### The Soviet use of 'peace'

**1916**  
Soldiers on the Russian Front urged by the Communists to desert in their 100,000s for a "just peace without annexations", prolonging the First World War for another year, causing thousands of deaths on the Western Front.

**1920**  
The wish for peace at any price brings to an end the Russian Civil War, which had caused the deaths of 20 million, leaving the communists in control.

**1939**  
In the name of preserving peace, the Molotov-Ribbentrop pact was signed, allowing the Soviet Union and Germany to divide Poland between them. Britain and France condemned by the Soviet Union for declaring war on Germany. Communists in the West encouraged to sabotage war efforts.

**1940**  
The fall of France welcomed by French communist leaders who, using German presses, urge workers to undermine resistance.

**1941**  
Tito's call for resistance against German occupation of Yugoslavia waits until the Nazi invasion of the Soviet Union.

**1945**  
Peace in Europe amounts to surrendering a dozen countries to Soviet rule. NATO condemned as "very aggressive".

**1950s**  
A rise in the campaign against nuclear weapons. The Stockholm Appeal and the World Peace Council organized, financed and conducted from Moscow through the "Peace Fund".

**1960s**  
Poor performance of the Soviet economy causes the Soviet Union to hatch a "détente" policy to thaw the cold war and lift pressure to spend on arms.



**1971**  
Brezhnev launches a "peace programme", agreeing to a slowdown in arms spending if various demands met.

**1975**  
The Helsinki Agreement confirms the "détente" plan. It concedes the post-war frontiers in Europe, including the division of Germany, increases economic, scientific and cultural cooperation. (The Kama truck factory, built by the Americans, has begun making military trucks used in Afghanistan.)

**1979**  
Soviet invasion of Afghanistan.

**1980/81**  
New campaigns for nuclear disarmament across western Europe.

## Better red than dead is not good enough

I was not very surprised when suddenly, within a year of the Soviet invasion of Afghanistan, a mighty peace movement came into being in Western Europe. Having lived 34 years in my beloved communist motherland, I can easily predict many of their decisions, tricks, pranks and stunts. In fact, it is not very difficult to do, for the Soviet state is not a very intelligent creature, rather a huge brainless ante-diluvian reptile with a fixed set of reflexes at its disposal.

What was more amusing to observe was the apparent eagerness with which mature and responsible people had fallen into the Soviet booby-trap in their thousands. It is as if history was repeating itself in front of us, giving us a chance to see how the Russian state collapsed in 1917, or how France collapsed in 1940.

Once again, the universal craving for peace at any price has rendered people illogical, irrational, unable to think calmly. Their arguments, if one may call them so, are so childish, senseless, selfish, that an involuntary smile comes to one's lips. Any intelligent discussion is impossible with them, because at best they would parrot out the old, mouldy Soviet slogans and clichés which even school children in the Soviet Union would laugh at.

To begin with, why is it that everybody started suddenly to be so apprehensive of nuclear war? What happened to make it more real than a year ago? Just because the Soviet rulers were caught cheating the West, and the new American Administration decided to change the pattern of their negotiations with the Soviets, the war is more real? But clearly, the whole history of East-West relations shows that the only way to force the Soviets to respect agreements is to be in a position of strength.

So should we say that war is more real now than a year ago just because the Soviets have got themselves into a difficult position and may lose their military superiority? Should we, then, go further to suggest that the only guarantee of peace is Soviet superiority?

The Soviet-controlled World Peace Council writes in its booklet of 1980: "The people of the world are alarmed. Never before has there been so great a danger of a world nuclear holocaust. The nuclear arms build-up, the accumulation of deadly arsenals has reached a critical point. Further escalation in the arms build-up could create a most dangerous situation facing humanity with the threat of annihilation."

But why was it not so dangerous a year or two ago? Why has it become so dangerous

only now? Were not the leaders of the peace movement claiming that the nuclear potential accumulated on both sides is sufficient to destroy each other ten times? Is there any technical reason why "20 times" is more dangerous than, say, "5 times"? Somehow, amidst this nuclear hysteria, it is totally forgotten that the bombs themselves are quite harmless unless somebody wishes to throw them. So, why are we suddenly alarmed by the stockpile of hardware and not by the Soviet military move toward the Persian Gulf?

Quite suddenly a large proportion of the population has started an outcry: "Nuclear weapons are immoral!" Wait a minute. Have they just become immoral, while a couple of years ago they were all right? Are conventional weapons moral? Why has this idea just occurred to all these people?

Or take the example of the new missiles in Europe. Why is it more dangerous to replace the old missiles with new ones than to leave the old ones where they are? Were not the old ones equipped with nuclear charges as well? Indeed, the new ones are more accurate. Thank God they are on our side. It may make life more difficult for the Kremlin adventurers. But why should millions of people in the West see it as a tragedy and a danger?

In the depth of their hearts, the majority of these frightened people have a simple answer to all these "whys". They know that the only source of danger is the Soviet Union and anything which makes it angry is dangerous. But the fear is so paralyzing as to make them totally irrational — as illogical as advocating the abolition of police forces just because criminals have become too aggressive.

Indeed, the most amazing aspect of the present anti-war hysteria is not only the timing of its start, so remarkably favourable for Moscow, but the direction of the campaign. Millions of people in Great Britain, Germany, Holland, Denmark, Belgium, France and Italy, being supposedly of sane mind, claim that the threat of war comes from their own governments and the Government of the USA! Psychoanalysts would call it a Freudian replacement of a real object of fear with an imaginary one.

The facts are too obvious. One may like or dislike President Reagan or Chancellor Schmidt, but unlike comrade Brezhnev, they were elected by a majority of their populations and are fully accountable to their parliaments and to the people. They cannot simply declare a war of their own volition.

Besides, it is quite easy to see the real source of aggression. Was it American or the Soviet troops who occupied half of Germany and erected a wall in Berlin? Is it not the Soviets who occupy Hungary, Czechoslovakia, Bulgaria, the Baltic States and Afghanistan against the wish of the people in these countries? Are they East or West German troops which concentrate on the Polish border at this very moment?

Everything in the West is done quite openly (one might say, far too openly). But what do we know about the decisions made by 15 old fools, whom nobody elected to make these decisions and nobody can bring to account. No press are allowed to criticize them, no demonstrations to protest against them. Those who refuse to obey their secret orders disappear forever. In fact there is little difference between the Soviet system and that of Nazi Germany.

After speaking several times with the proponents of the current peace movement, I know that no logic would impress them. They would claim unabashed that there is no Soviet military superiority (it is all, as they say, CIA propaganda, the only reliable source of information for them being the KGB). Repeating word for word the old clichés from Pravda, they would maintain that the "crazy American generals" are so trigger-happy as to push a button just for the fun of it. Although I never could understand why generals must be crazy — the Americans, of course, not the Soviet generals, who are, apparently, immune to craziness — and if they are, why they did not push the bloody button long ago? Anyway, I can hardly imagine that the generals, who at least have had a good technical education, are more stupid and less equipped to understand nuclear problems than the primary school teachers and historians from the peace movement.

Some of these "peace makers" sincerely believe that as soon as the West disarms itself, the Soviets will follow suit. And with incredible naivety they ask us to try this suicidal experiment. Others are more sophisticated and know that their Soviet masters need only to gain time and a more advantageous position in future negotiations with the Americans. So they suggest starting negotiations first and improving the Western position later.

Some are more openly selfish and object only to the placement of nuclear weapons near their own village (town, county or the whole country) as if being

protected is more dangerous than not to be. Or, better still, as if one village, town or country can maintain nuclear neutrality in the time of a modern war. "Let Americans fight the Russians," as if the whole problem of the world stems from a stupid quarrel between "Americans and Russians".

Surely, they argue, if comrade Brezhnev has promised to respect the "nuclear-free zone" in case of war, we may sigh with relief and sleep peacefully. Has comrade Brezhnev ever broken his word? Of course not. He is a most honest man, is he not? He can even guarantee the direction of the nuclear-contaminated clouds and the location of the radio-active fall-out.

Why should the Russians attack us, if we are disarmed? Why indeed? Ask Afghani peasants. They probably know. There is no sense in repeating all these "arguments". In fact, to argue with the "peace lovers" is as senseless as arguing with an old hysterical lady or with Soviet propaganda itself. One thing stands out quite clearly through all their arguments: a panic fear and a readiness to capitulate in front of the Soviet threat even before the capitulation is demanded. Better red than dead. That is why the current Soviet propaganda suddenly became so remarkably successful and this peace movement is so efficiently governed from Moscow.

There is hardly any country, political party or international organization which did not condemn the Soviet aggression unequivocally (including even some communist parties). The only organization which never did, paradoxically, call itself the "peace movement". It is equally obvious that a Soviet invasion of Poland would bring us closer to a new world war or, at least, will make relaxation of international tension quite impossible for 10 to



Peace images of the 1980s (above) and the 1950s.

### Moscow guided the rallies of the fifties

One may say with certainty that the "struggle for peace" is a cornerstone of Soviet international politics. In fact, Soviet Power itself appeared out of the ashes of the First World War under the slogan: "Peace to the Peoples! Power to the Soviets!" Perhaps at that moment the bolshevik ideologists realised for the first time what a powerful weapon is this universal craving for peace, how gullible, irrational and illogical people become as soon as they are tempted with the slightest hope for it.

This irresistible craving for peace at any price brought the terrorized population to accept the Soviet rule as a lesser evil. Anything, but this monstrous slaughter, starvation and typhoid. Anything for some sort of order. Unfortunately, the order established by communists meant nothing less than a permanent civil war, both inside the country and universally. Or, to be more precise, a global "struggle for peace", because, in Lenin's words: "As an ultimate objective the 'peace' simply means communist world control".

A resurrection of peaceful sentiments occurred shortly after the Second World War, after the Soviet Union had swallowed a dozen countries in Central Europe and threatened to engulf



Peace images of the 1980s (above) and the 1950s.

the rest of the continent. At that time, some "imperialist warmongers" had sounded an alarm and even suggested to increase the armaments of the capitalist countries. Due to their vicious attacks, the "very aggressive" NATO alliance was created, and "reactionary forces" of the world had started the "cold war".

There were numerous marches, rallies and petitions in the 1950s (including the famous Stockholm Appeal and the meetings of the indefatigable World Peace Council). It is hardly a secret now that the whole campaign was organized, conducted and financed from Moscow through the so-called Peace Fund and the World Peace Council, where a safe majority was secured by such puppet-figures as Erenburg, Ilichikov, etc.

The purpose of all this pandemonium was quite well calculated in the Kremlin. First, both the threat of nuclear war (of which the Soviets reminded periodically by creating international crises) and the scope of the peace movement should frighten the bourgeoisie and should make them more tractable.

Secondly, the recent Soviet subjugation of Central European countries would be accepted more smoothly by public opinion in the West and quickly forgotten.

Thirdly, it creates in Europe anti-American sentiments and mistrust of their own governments, thus increasing the chance of victory for opposition parties (more left, as a rule).

Fourthly, it made military expenditures and placement of strategic nuclear weapons so unpopular, so politically embarrassing that at the end it considerably slowed down the process of strengthening Western defences, giving the Soviets crucial time to catch up.

Fifthly, this odd mixture, mentioned above, is usually the most socially active part of a population and it is important to give it the right direction, otherwise it may by chance stray into activity harmful to the Soviet interests.

All in all, the result had exceeded all expectations and the Soviet money seemed to be well spent. The perception of the Soviet Union as an ally of the West (but not of the Nazis) was still fresh in the minds of the people and this fact, undoubtedly, has greatly contributed to the success of the "struggle for peace".

## PAPER MATE gifts from Boots.

Papermate Eclipse  
Maroon, black or brown ballpen with gold-coloured trim £8.25

Papermate Replay 2000  
Black and chrome. Erasable ballpen. £4.95 down to £3.75



From Boots Stationery Department, subject to stock availability. At these prices until January 2nd 1982. Availability and prices refer to Great Britain and may not apply to the Channel Islands or Northern Ireland.



Christmas with the Special Touch

WHY ARE MORE AND MORE PEOPLE DREAMING OF A DRY CHRISTMAS?

**FINO**  
**SAN PATRICIO**  
DRY SHERRY

*Carvery*  
**JEREZ**

SIP IT AND SEE!



As the US Defence Secretary arrives in Morocco, Edward Heath assesses the consequences for the West of the long-running Sahara conflict

## Why we must intervene in this desert war

The Middle East is not the only part of the Arab world where a territorial dispute has divided Arab states, endangered moderate leaders whose survival is important for the West, and fomented instability. There is another conflict where similar dangers are looming. It is the struggle between Morocco and the Polisario Front, backed by Algeria, for sovereignty over the Western Sahara.

This vast expanse of desert, formerly known as the Spanish Sahara, borders the north-west coast of Africa and is rich in minerals, especially phosphate. It was partitioned and occupied by Morocco and Mauritania immediately after Spain formally withdrew its colonial administration from the territory in February 1976. From the outset the occupying powers were challenged by the Polisario, a vigorous and highly astute guerrilla movement, determined to win independence.

After a fierce struggle Mauritania finally withdrew from the war in 1978, following the overthrow of that country's leadership in a military coup. Morocco was then left to continue the war on her own.

Why should this little known conflict on the periphery of the Arab world be of any real concern to the West? There are at least three reasons why I believe the West should take a more constructive interest in its resolution.

First, the position of King Hassan II of Morocco, who has long been a true friend of the West, and a supporter of Western policy in Africa and the Middle East, may be seriously threatened by the continuation of the conflict. The King has thrown all his prestige behind a massive war effort which shows no sign of producing a victory, which has resulted in the deaths of many hundreds, if not thousands, of his soldiers, and which he himself declares is costing the country \$800,000 daily, or 40 per cent of the national budget.

Second, any unsettling effect which the war might have on the position of King



Women and children supporters of the Polisario guerrillas gather in the desert to celebrate the fifth anniversary of the outbreak of the conflict earlier this year.

Hassan could drastically alter the balance of power in the region in favour of radical leaders who are opposed to moderate Arab regimes and to the West. There can be no doubt that this would facilitate the fanatical purposes of President Gaddafi of Libya and endanger the already difficult position of the leaders of Sudan and Egypt.

The unnerving effect which these developments in turn would almost certainly have on the vital oil-producing nations of the Gulf could only do further damage to the security of the region and to the prospects for both sides, the more the Arab world is now emotionally, politically and ideologically, a web that can spread like wildfire and endanger the position of moderate leaders elsewhere.

### Support from Moscow, Libya

Third, the longer the war continues and the more expensive it becomes for both sides, the more the Polisario may be forced to look to Libya and the Soviet Union for support. Indeed, it

is already believed to receive considerable backing from these two countries. It is a telling commentary on the short-term perspectives of our leaders in the West that few of them have ever acknowledged the potentially grave danger of failing to seek an urgent political solution in the Sahara. Once again they seem unprepared seriously to confront a looming threat to our interests.

Two alibis are often used to justify this inaction. The first holds that since King Hassan's aim to control the entire Western Sahara would have to be abandoned in any negotiated solution to the conflict that now seems possible, a diplomatic approach would simply hasten the threat to his position we wish to avoid.

I cannot accept this argument. King Hassan is by all reliable accounts a popular leader in his own country. If a compromise with the Polisario could be found, he would be able to show his people a gain for their sacrifices, something which will become increasingly difficult the longer the war is allowed to drag on.

Since outright military victory for Morocco is almost inconceivable, the alternatives to a negotiated solution are likely to be worse. The dangers of the first of these alternatives — military defeat — need no elaboration. The second — a series of unilateral concessions by Morocco during the course of a continuing war — could be almost as serious. Such a strategy might hasten defeat for Morocco rather than postpone it because it will embolden the Polisario's forces rather than pacify them.

This indeed seems to have been the result of King Hassan's acceptance this summer of a referendum on the Sahara for the future of the territory, for this implicitly conceded their demands in lives and resources which this would make of the Moroccan people will inevitably come to seem increasingly senseless to them, and as a result any eventual compromise which the King is able to strike with the Polisario will be less and less of a reward the longer it is delayed.

### Mediation and source of ideas

It would be impossible, and certainly undesirable, for the West to insist on any particular solution or path to a solution. But we can be of crucial importance as a mediator and as a source of ideas for a settlement.

Here, the EEC has a most important role to play. Both the new Socialist Government in France and the ruling Social Democratic Party in West Germany have

good working relations with Algeria and a considerable amount of support for the Polisario within their ranks. In addition, the governments of France and Germany have a history of friendship with Morocco, to which they have extended a great deal of military and economic assistance.

Britain, too, has excellent relations with King Hassan. Taken together, this puts the European Community in a promising position for giving a lead in finding a diplomatic solution.

The United States, by contrast, does not have such a balanced relationship with the two sides. Nor are the Polisario, Algeria or Morocco as familiar with America as they are with the old colonial powers of Europe.

It is, however, a prerequisite to any mediatory role for Europe in the Saharan conflict that we should initiate a dialogue with the Polisario at the highest official level. There is no convincing argument against doing so, either on the grounds of constitutional principle or on the grounds of political expediency. Europe is already basing its policy on the PLO; some of our most senior officials and political leaders have engaged in extensive talks with it, and we have insisted that the PLO should participate fully in the Middle East peace process.

To talk to the Polisario would not be to recognize the state over which it claims sovereignty, just as our dialogue with the PLO does not recognize its right to sovereignty over the territory which it claims on behalf of the Palestinians. The incessant threat of turmoil in the Middle East should have alerted us to the profound danger of allowing conflict in vital regions to fester unchecked or of making ourselves irrelevant to their solution by a policy which eschews talks with one side or the other. History would surely judge us poorly if all the lessons which the Palestinian problem has so abundantly taught us were now to be lost in the increasingly stormy sands of the Sahara.

David Watt

## Now that the Wets have had their way

Having been in the Far East and Russia for nearly a month, I have been almost entirely cut off from tidings of Britain and may, like the friend you've got, have been struck by the sum of changes that have been too insignificant to be noticed as they appeared.

The shift that I do notice particularly is that the Government's fortunes have ceased to fall and may even be on the rise. That does not mean the Conservatives have much chance of winning the next general election, but it is a change of direction.

Trying to identify the evidence that would validate these impressions is more difficult, especially after a month's sojourn in the East. The evidence on every side, as depressing continuation of Thatcherism at its gloomiest. But several elements do seem to have some real existence.

First, some sort of change of course in under way — more of a delicate curve than a U-turn, but perceptible. The Government is beginning to move towards the centre, that the other parties are not invincible, and that as we peer through the thick glass of the bathysphere we can at least dimly perceive the economic bottom, even if we haven't touched it yet.

More substantially, Mr Norman Tebbit has produced a scheme of trade union reform that is really pretty moderate — and had, astonishingly, made the cries of anguish from Congress House sound false and histrionic.

The Chancellor's performance on Wednesday did not, to put it mildly, set the racing with optimism and excitement. In fact it provided another, melancholy commentary on the political inadequacy of the Thatcher-Howe strategy.

The alienation of quite large sections of our society will proceed. Speaking more tactically, real personal disposable income (the most significant economic indicator from the political point of view) will fall for another year. On the other hand, one way of looking at the Chancellor's measures is to say that he has allowed the Wets to have their way by permitting a controlled expenditure to be used in relation to unemployment on unemployment benefits, and as for the increase in national insurance contributions, and the cut in unemployment benefits, the policy can be seen as a consolation for the victims are unlikely to have ever been Tory voters.

Again, one plausible interpretation of the Treasury arithmetic is to say that the Chancellor has given himself the opportunity for a tax-cutting Budget in the spring. The other side of evidence which offers some genuine comfort to Conservatives is the Crosby by-election result, paradoxical though that may seem. The Tory vote was a byproduct of a vote that was not lost, but the Labour Party did even worse; the Conservatives were no worse off compared with their performance at Warrington or Croydon, and Mr Williams' campaign, for all its success,

begin to show up the chinks in the SDP armour, particularly their lack of policies.

Taken together, with Labour's collapse, the moral is that while the SDP/Liberal Alliance has obviously become the most immediate danger to the Conservatives and cannot be dismissed, like previous Liberal revivals, as a flash in the pan, the centrists are not so well entrenched that many disenchanted Conservative voters cannot be enticed back to the fold by election time.

The conventional wisdom thus begins to crystallize into a scenario in which the Conservatives manage to re-establish themselves by the election as the most powerful single party and the SDP/Liberal Alliance becomes the runner-up and/or holds the balance of power in the next Parliament. In such a case, a Conservative/Alliance coalition (an SDP coalition with Labour being ruled out almost by definition) becomes a real possibility and at least some of the levers of power remain in Tory hands. The fact that these hands would not include Mrs Thatcher's (whose head on a charger garnished with proportional representation would be the price of agreement) does not make the prospect any less alluring to many Conservatives and certainly accounts for Mr Heath's almost unseemly enthusiasm.

The weak spots in this seductive yarn consist in doubts about the economy and the British SDP. If, as now seems likely, the world economy and the American economy in particular fail to start their recovery before early 1983 there is little hope of more than a minuscule real growth in the British GDP in the run-up to an Autumn '83 election — which provides the Chancellor with little scope for lavish giveaways.

But even if one assumed the best on the economic side, there is the problem that the return of Conservative voters to the fold is only half the political requirement. What is also needed is a safe bet that someone is going to prevent a last-minute Labour revival caused by a working class revolt against Thatcherite economic policy in general and unemployment in particular. The only possible candidates for this role are the Social Democrats, who were supposed to divert the discontent into the new, centrist channels.

But will they? At Warrington, Mr Jenkins demonstrated the SDP's ability to corral traditional Labour votes almost as well as Mrs Williams at Crosby demonstrated their ability to corral Conservative ones. But the fact that Mr Jenkins is fastening over whether the SDP can do better than the old-fashioned Labour stronghold, gives the game away. He is by no means sure that his pro-EEC, Asquithian image will go down in working class London — and who shall blame him?

The way the SDP will end up, it seems, is still an open question. It is quite possible, it becomes more and more middle class its chances of doing what the Tories hope of it are diminished. It is a case of the SDP's own policies which should have fallen that the future should depend upon such remote calculations but, while the possibility remains open, the Government's embattled supporters — can take some comfort.

## Women's Hour in the sex shop

Loitering around a sex shop in the meaner streets of Camden Town is a dispiriting way to pass the time.

I was waiting for Women Only Hour, the inspired stratagem of Conegate Limited, who claim, with 108 branches, to be Britain's largest sex-shop chain.

Although their shops seethe with women, managers as well as customers, at all times of the day, Conegate decided to provide the special concession for women who are still "too shy" to enter their shops.

The hour: 11 am on Tuesdays should confine the treat to housewives and pensioners. Conegate are the first British sex shop to have made such generous provision for female sensibilities (in America there are already shops catering exclusively for women) and so far they have been appreciated.

It was 11 o'clock; I insinuated myself into the shop with the minimum of observation. A large alaskan bounded up and sniffed at the hem of my skirt.

"Down Lady," said Andy Fish from the back of his shop. It was a disconcerting name for a dog, considering the circumstances.

The Fish premises had a structuralist air about their decoration. The dog and a carpet were the only luxuries. A couple of old-fashioned armchairs were piled with cushions, and many wobbly handwritten notices which pointed the customer towards items which might otherwise be passed over. "Super Satisfac-

tion" they said, or "For that extra get up and go." "Full length hair!" announced the notice for their ladies. "Normally £345, Here £310."

Mr Fish, sitting in front of another sign: "Take note! All thieves will be nicked!" "Cup of tea?" said Mr Fish, sounding uncertain as to how the word provide one. He rifled through a desk, flinging open drawers crammed full of coloured condoms, assorted stimulating creams and the occasional half-empty bag of granulated sugar. The door opened and a young man poked his head in.

"Sorry mate," said Mr Fish, "Lady's hour, come back in an hour." The man eyed my notebook and diary as if suspecting Mr Fish and me of concealing from him some extraordinary new sex aid and retreated slowly. The alaskan resumed its snuffling at my feet and icy fingers.

"I've got a poster somewhere saying Women Only," said Mr Fish, diving up on the tea. "I must get it out."

Even before they introduced this scheme three months ago, Conegate claims that women accounted for 25 per cent of their trade. "There has been a change in attitude," Mr Fish explained, "finger a collection of silver chains around his neck. Generally, sex shops have become acceptable. I mean ones of this sort, the less lively ones. If more

people in general realize they are not sleazy, then more women will realize."

I stared at the dingy carpet, the sickly-looking plastic wraps, the makeshift shelves. At the bottom of the shop a curtained-off area was set aside for "trying" videos. If you decided to buy one for £25 you got your £2 back.

I began to understand Mr Fish's "if you disapprove of this you are a prude" tactic and blushed. Mr Fish crusades for the reputation of the sex-shop. "In popular opinion we just

sell dirty books etc, but we also have a great range of marital aids, sex toys and lingerie."

Despite the temptations of his range, and the greater confidence shown by women for sex shops when they appear next to the local supermarket, Fish thinks Women's Hour is important.

"Women do not like to come in for fear of being ogled by men who, rightly or wrongly, think that if a woman goes into a sex shop she is a raver and fair game."

"It is not the case, of course, but if a couple of young men are in the shop and a young girl comes in and buys a vibrator they are going to go 'Worrzrrr yeah, she's a good un'." Mr Fish did a convincing imitation of their misguided lust.

Another man peeped his head round the door, "Smiled at him brazenly. 'Sorry mate', said Mr Fish.

Lady was getting frisky again. "Over here you!" said Mr Fish absently, looking at his watch. "Unexcused, it's turned out to be the Fish equivalent of the Kinsey Report. According to his figures, sex offences have fallen over the same period that Conegate have taken to become the leading sex-shop chain.

Amazing! Before we could discuss the full significance of these findings, we were interrupted by an attractive woman of about 35, wearing

jeans and expensive shoes. She greeted Mr Fish like an old friend and made for the vibrator. Dropping the Fish Report, he was by her side in a trice. Even Lady, clearly realizing that money was at stake, made herself scarce.

Mr Fish and the woman hovered over the vibrator. The woman asked to see an "ordinary" model. She giggled, but thought that £25 was a bit pricey. Mr Fish pondered, and reduced the price to £20, adding a few persuasive recommendations of his own. "It does things an ordinary vibrator won't do." More giggles.

Then she was rummaging through the lingerie department: a large cardboard box full of assorted fancies: "It coloured net, some cunningly exposing all the areas which the usual purveyor is designed to conceal."

The lady was dithering so Mr Fish threw in a final inducement: a dippled-adorned-and-padded-set in daring red and black, and the whole lot for £32.50.

Vibrators are Mr Fish's own best seller for women. "This is your standard plastic vibrator, feel it," he said, unwrapping one for me. It was very tempting.

"Every young thing is the gay, liberated young things buying this stuff, but no-one takes account of the frustrated widows and spinners," said Mr Fish, movingly recalling an incident in

Chatham where a district nurse had come in and bought two vibrators for paraplegic patients. "And for the impression they were being paid for by the health services."

And it's not just sad women, but sad couples too, who can benefit from Conegate's sexual provisions. "There are a great number of people in their 40s and 50s who have been married for 20 years or so who want to spice up their sex lives with things they were not aware of in their younger days."

"Poignant as all this was, it was time for an attack. Don't you, I demanded feebly, get some female complaints about the brutal material?" "Oh of course we get some criticism from women who come in deliberately to argue," said Mr Fish, scornfully, "but when girls earn the money that they do, pointing at the magazines, 'if they want to do it it's up to them.'"

"We get lots of women coming in here and asking about modelling," came the next justification. Does he put them in touch with photographers? "Yes," said Mr Fish, "if I think they are good."

Mr Fish had all this, and 25 per cent of his colleagues who are female managers of Conegate sex shops on his side. I had a few financially uncompelling arguments, which were beginning to sound prudish. Anyway, Women's Hour was "hearing its end," I made my excuses and left.

### Now Dr Budd faces a student rebellion

Dr Alan Budd, director of the Centre of Economic Forecasting at the London Business School, seems to be in a bit of a cleft stick. Having incurred the wrath of monetarist devotees by declaring this week that the Government had made a "serious mistake" by allowing the exchange rate of the pound to rise so dramatically last year, thereby admitting that an essential part of his and Professor Terry Burn's advice to Maggie was wrong, he has now managed to enrage many of his students at the London Business School.

First-year students at LBS, worried about their examination in macro-economics next week, have circulated a petition in Dr Budd's lectures will be of any use to them at all in the examinations. Altogether 87 per cent of his students have signed it. It is claimed that his lectures are diatribes about the national account, solely composed of Treasury figures which students are expected to memorize parrot-fashion, rather than an analysis of macro-economic theory.

At his lecture on Wednesday Dr Budd announced that he never listens to petitions and he does not like teaching macro-economics "because it bores me; the national accounts are far more interesting." On a 20-minute argument followed with his class, which was hotly continued the

## THE TIMES DIARY



Congratulations to Claire Ryle, 29-year-old daughter of Sir Martin, our Astronomer Royal. She has pulled off a feat of royal medical colleges will attend a meeting of International Physicians for the Prevention of Nuclear War (IPPNW) at Neumham College, Cambridge, next April. Sir Douglas Black, former Government chief scientist, and now President of the Royal College of Physicians, will chair some of the sessions at the conference to be held between April 3 and 7. Dr John Horder, President of the Royal College of Physicians, will also take part. And that is not all. Inter-

national delegates will include Academician Eugene Tschazov, described as President Brezhnev's personal physician, and head of the Soviet Academy of Cardiology; and Professor Bernard Lown, a Nobel Prize winner who runs Harvard Medical School's cardiology department. Tschazov and Lown started IPPNW last year.

Miss Ryle, who is full-time organizer of the Cambridge-based Medical Campaign Against Nuclear Weapons, told me yesterday: "This is an exciting new part of the disarmament movement. It is not allied to CND, so the medical profession, which is one of the most conservative, can feel happy to speak out on what is really a higher, more prescient health issue today."

does not make my job any easier.)

A firm believer in evolutionary rather than revolutionary change, he is prone to talking about building on the good and the need for "continuous adaptation". There were no suspects, he no dramatic changes of direction when Mr Hele takes over the HMC in January. He follows in the footsteps of John Thorne, headmaster of Winchester, and Ian Beer, headmaster of Harrow, and his prudence will be an asset in the increasingly important business of defending the role of the private sector in education.

Mr James Hele, High Master of St Paul's School and the next chairman of the Headmasters' Conference, is a very judicious man. When we spoke yesterday after his election to this prestigious office, which represents 215 of the country's top fee-paying public schools, he scrupulously avoided the dangers of an easy generalization or the ill-judged aside. (This sort of behaviour

For the future, the headmaster to 74 boys and girls of four daughters says he will continue to support the idea of broadening the curriculum in the sixth form by promoting the introduction of 1 Levels between O and A Levels. Some revolutionary to a traditionalist like me.

Dear Denis

I sometimes think that Denis Thatcher, the Prime Minister's husband, must be in cahoots with John Lynch — or own shares in Private Eye. What else could explain Mr T's behaviour yesterday, in flying to Bahrain by Gulf Air, when British Airways fly the route at the same time for the same price (£665.50, one-way)? No wonder British Airways staff at Heathrow were described as upset.

Absolutely no prizes for guessing the contents of John Wells's "Dear Bill" column in the next Private Eye.

Bad news

Gosh, Mr Victor Fox, marketing director of Kadix Fashions of London, has telephoned me and no doubt scores of other London journalists with some information so riveting so important that it was embargoed until "01.00" this morning. Golly.

The news turns out to be that "Mrs Shirley Williams and four other famous women" are today to be dubbed the "Frumpy Five" by this "leading" London fashion house. In the firm's no-doubt far-sighted view, "the other four worst-dressed women in the public eye are Princess Anna,

the Lynch Reges and the chthonic, and each of four daughters says he will continue to support the idea of broadening the curriculum in the sixth form by promoting the introduction of 1 Levels between O and A Levels. Some revolutionary to a traditionalist like me.

Dear Denis

I sometimes think that Denis Thatcher, the Prime Minister's husband, must be in cahoots with John Lynch — or own shares in Private Eye. What else could explain Mr T's behaviour yesterday, in flying to Bahrain by Gulf Air, when British Airways fly the route at the same time for the same price (£665.50, one-way)? No wonder British Airways staff at Heathrow were described as upset.

Absolutely no prizes for guessing the contents of John Wells's "Dear Bill" column in the next Private Eye.

Bad news

Gosh, Mr Victor Fox, marketing director of Kadix Fashions of London, has telephoned me and no doubt scores of other London journalists with some information so riveting so important that it was embargoed until "01.00" this morning. Golly.

The news turns out to be that "Mrs Shirley Williams and four other famous women" are today to be dubbed the "Frumpy Five" by this "leading" London fashion house. In the firm's no-doubt far-sighted view, "the other four worst-dressed women in the public eye are Princess Anna,

the Lynch Reges and the chthonic, and each of four daughters says he will continue to support the idea of broadening the curriculum in the sixth form by promoting the introduction of 1 Levels between O and A Levels. Some revolutionary to a traditionalist like me.

Dear Denis

I sometimes think that Denis Thatcher, the Prime Minister's husband, must be in cahoots with John Lynch — or own shares in Private Eye. What else could explain Mr T's behaviour yesterday, in flying to Bahrain by Gulf Air, when British Airways fly the route at the same time for the same price (£665.50, one-way)? No wonder British Airways staff at Heathrow were described as upset.

Absolutely no prizes for guessing the contents of John Wells's "Dear Bill" column in the next Private Eye.

Bad news

Gosh, Mr Victor Fox, marketing director of Kadix Fashions of London, has telephoned me and no doubt scores of other London journalists with some information so riveting so important that it was embargoed until "01.00" this morning. Golly.

The news turns out to be that "Mrs Shirley Williams and four other famous women" are today to be dubbed the "Frumpy Five" by this "leading" London fashion house. In the firm's no-doubt far-sighted view, "the other four worst-dressed women in the public eye are Princess Anna,

the Lynch Reges and the chthonic, and each of four daughters says he will continue to support the idea of broadening the curriculum in the sixth form by promoting the introduction of 1 Levels between O and A Levels. Some revolutionary to a traditionalist like me.

Dear Denis

I sometimes think that Denis Thatcher, the Prime Minister's husband, must be in cahoots with John Lynch — or own shares in Private Eye. What else could explain Mr T's behaviour yesterday, in flying to Bahrain by Gulf Air, when British Airways fly the route at the same time for the same price (£665.50, one-way)? No wonder British Airways staff at Heathrow were described as upset.

Absolutely no prizes for guessing the contents of John Wells's "Dear Bill" column in the next Private Eye.

Bad news

Gosh, Mr Victor Fox, marketing director of Kadix Fashions of London, has telephoned me and no doubt scores of other London journalists with some information so riveting so important that it was embargoed until "01.00" this morning. Golly.

The news turns out to be that "Mrs Shirley Williams and four other famous women" are today to be dubbed the "Frumpy Five" by this "leading" London fashion house. In the firm's no-doubt far-sighted view, "the other four worst-dressed women in the public eye are Princess Anna,

to enclose a large cheque or two tickets to San Francisco.

Cheap laughs

Richard Allen may have been cleared by the United States Justice Department after accepting payment from Japanese journalists, arranging an interview with Nancy Reagan, but jokes about him are now plaguing White House staff. David Gergen, "communications director" at the White House, was not pleased when he took the rostrum to conduct the "daily" briefing the other day to find dollar bills strewn around the microphone. Then a writer for the Washington Guide, which ran a White House photo of Nancy Reagan on its cover, presented Larry Speakes, deputy press secretary, with the customary \$4.50 fee for use of an official photograph. An extra \$4.50 was also enclosed as a "thank you" for the photo. When Speakes indignantly rejected the cash, the journalist responded: "What's the matter? Isn't American money as good as Japanese?"

Closed shop

A new form of industrial action is being practised in France. Since October at least a dozen top managers have found themselves locked in their offices. These are not those good-natured and comical occasions such as those where parents have shut in popular teachers who have been ordered to change school. All the cases are in protest against sackings and factory closures.

Peter Watson





P.O. Box 7, 200 Gray's Inn Road, London WC1X 8EZ. Telephone: 01-837 1234

# BORN TO SUCCEED

The law governing the succession to the Throne is, as things go, exceptionally favourable to the claims of women's rights. A Queen occupies the throne today in her own right, and others have preceded her: a female has no prescriptive right to inherit a dukedom or earldom. Salic law, which denied the crown of Hanover to Queen Victoria, has never governed succession to the English throne. But the law does not, even so, treat sons and daughters on equal terms, and the prospect that the royal line may soon reach a generation further has raised the question whether the law should be changed. This week Mr Michael English, M.P., has presented a Private Member's Bill in the Commons which would amend the Act of Settlement 1701 to give the first child of the Prince and Princess of Wales an unconditional claim, whether a boy or girl (subject to the other conditions laid down in the Act, which have nothing to do with gender).

Our present Queen's claim was technically conditional until the moment of her accession. A son born either to her eldest uncle (until 1936) or to her own parents would always have superseded her claim. The child whose happy delivery we look forward to next June will take second place in the line in any event, but if she is a princess, a brother will always be able to step between her and the succession. It is impossible to guess whether this might be a matter of relief or disappointment to her, but it does not sit easily with current ideas about equal rights.

Nor does the idea of monarchy itself, it may be said. The institution's great modern propagandist, Bagehot, has conditioned us to treat it carefully, as if a puff of air

might blow away the magic. The practical reasons for giving preference to a male that existed when a monarch had to be a soldier have long disappeared. The need for an undisputed lineal pattern often overrode them when the heir was a baby, and ensured the succession of queens regnant at a period when soldiering was still very much a part of the normal business of kingship. But precedent is almost everything in matters of succession: the existing law has served well for centuries; why not let sleeping dogs lie?

The law is founded on an assumption of unequal competence. That assumption is not borne out by history — rather the reverse, if the examples of Elizabeth, and Victoria are considered. It is impossible to say how influential it may be upon current attitudes to sexual equality. It would certainly be wise to leave it as a venerable anomaly if there was any danger of serious controversy — being aroused by an attempt to change it. Public feelings on the issue at the moment are probably not very strong. But on the whole there is likely to be greater risk of controversy damaging the Crown if a princess is seen apparently being robbed of her rights than if a potential son and heir's hypothetical claim is set aside. In Sweden, where the law provided that a woman could not succeed in any circumstances, the birth of a daughter to the king and queen in 1977 was quickly followed by legislation providing that the eldest child should inherit regardless of sex. The change was popular, and remains so since the birth of the princess's younger brother.

It is not in dispute that Parliament has the right to tamper with the succession.

Since Henry IV at least, kings have relied on statute to confirm *de facto* claims. Parliament overruled strict hereditary in the case of William III and of George I. The English monarchy was elective long before the Normans came. Considerable art in draftsmanship may be required satisfactorily to amend the 1701 Act, which lays down its rules of succession as if it was merely confirming common law principles which did not in fact exist. It will not be the first time the Act has suffered amendment. But the matter has been complicated since 1931 by the Statute of Westminster, whose preamble states that the parliaments of all the dominions of the Commonwealth should give their consent to any law touching the succession. Parliament cannot bind itself, of course, and the preamble does not technically have the force of law. But it creates a very strong constitutional presumption which must be respected. Parliament must not move unless all formal and informal precautions have been taken to ensure that the sovereign's role as Head of the Commonwealth is not impaired.

It seems unlikely that any strong objections would be raised by our fellow members of the Commonwealth. It is not as if a Queen is a novelty. If the overseas complications could be overcome, and if no serious opposition becomes apparent at home, then the case for making the change would be a strong one. And once it has been made, the House of Peers may be disposed to ask themselves whether the English and Scottish enactments which deny their daughters rights of inheritance comparable to those of princesses are any longer defensible.

# GOOD FOR NATO, GOOD FOR SPAIN

The Spanish application to join Nato, now formally submitted in Brussels and welcomed there, is an historic event both for Spain and for the alliance. For Spain, it marks the end of a period of isolation which dates back to the Civil War and the ostracism imposed on the Franco regime. Once Franco had died and a democratic system had been reestablished, the new rulers were anxious to return to the western community of nations, and they did this by making approaches to join first the European Community and then Nato. Negotiations with the Community have been held up by the Community's own internal problems, and the economic difficulties that are raised. But accession to Nato is a more straightforward affair, and should be completed in the course of next year, once the necessary ratifications are in.

For Nato, the entry of a country of Spain's size and place in the world is also important. At the military level, it means the addition of the Spanish armed forces. The navy and the air force are the best equipped, while the army, though large, needs modernizing. Its geographical situation gives Spain the ability to command much of the western Mediterranean and the eastern Atlantic by sea and by air, while the Canary Islands lie on one of the West's main shipping lanes. To a certain extent Spain has been tied in with the Western system of defence for some years through its treaty with the United States and the bases made available to the Americans under it. But membership of Nato will enable its defence efforts to be coordinated much more closely with the rest of the alliance.

More significant, however, is the fact that Spain has decided to throw in its lot with the countries of the democratic West. There are sectors of Spanish opinion

which would like it to be neutralist. There are those who believe that it should give priority to its historical links with Latin America, or to the Arab world. But for the time being, at least, it has chosen to join the mainstream of western Europe; and that is important at a time when neutralism and pacifism are running strongly, and when there are doubts about the strength of the alliance that Greece, another Mediterranean country, feels towards Nato.

There are bound to be objections from the Soviet Union. The Russians have consistently made it clear that they are opposed to Spain's joining Nato. One of their long-standing proposals has been that Nato and the Warsaw Pact should agree not to enlarge themselves; and they can be expected to make a propaganda issue out of this, emphasizing the contrast between Soviet proposals to disband all alliances and Nato's addition of a new member. But, given the fact that the Americans already have bases in Spain, they can hardly claim that the military balance has been seriously tilted.

More worrying is the uncertainty over Spain's internal situation. Spanish entry into Nato has been strongly opposed not only by the Communists, but also by the Socialists, who are the largest opposition party and could well win the next election. There is a strong groundswell of opposition in public opinion, reflected in some large demonstrations which have been held in recent weeks — and in the government's refusal to put the issue to a referendum for fear of losing. Señor Felipe Gonzalez, the Socialist leader, has talked of taking Spain out of Nato again if he came to power, either by a parliamentary vote or else by putting it to a referendum. But he has been under pressure to soften

his stand, not least from fellow Socialists in France, and it is not at all certain that he would insist on pulling Spain out when it came to the point.

There is, of course, a strong internal argument for Spain joining Nato, which is that it might help, however marginally, to prevent a military coup d'état. Nato membership has not prevented coups in Greece and Turkey in the past. But involvement in the alliance's planning would give Spanish officers something else to occupy their minds. And contact with officers from other Nato countries, by revealing a very different attitude to relations between the armed forces and the state, should do something to break down the extraordinarily closed mentality of many Spanish military men.

For Britain, there could be a particular advantage to be had from Spain's entry to Nato if it was used to resolve the impasse over Gibraltar. Britain and Spain reached an agreement in Lisbon last year by which Spain would lift the blockade of Gibraltar while simultaneously talks would begin on the territory's future; but the Spanish have not so far implemented the agreement, because of pressure from the right.

The Spanish government has, however, been expressing the view that it would be prepared to resolve the Gibraltar dispute once Spain was inside Nato — for example by having Spanish commanders in a Nato base in Gibraltar. And it is significant that the submission of Spain's application in Brussels has coincided with the announcement of a visit to London next month by Señor Calvo Sotelo, the Prime Minister, and suggestions in Madrid that the blockade may be lifted soon. If Spanish entry to Nato enabled progress to be made on Gibraltar, that would not be the least of the gains.

## Chances for all

From Mr Michael Pacey

Sir, Lord Scarman's repudiation of the charge of institutional racism in Britain has led to bitter responses from the black population and its spokespeople, but I wonder whether the disagreement lies to some extent in the choice of words.

Whilst I am not in a position to disagree with Lord Scarman's contention that government and local authorities are making real efforts to promote racial integration, I suspect that much of the black resentment may be broadly directed at the white middle-class core of society in whose hands lie the professional and managerial opportunities which seem to be denied to the black aspirant at present. The police are inevitably seen, in this case, as the protectors of the comfortable and selfish state of affairs.

It is shameful to have to say it, but it is undeniable that the black

man is generally looked upon with a fundamental disdain in this country as a result of traditional and deep-seated attitudes. Articulate and intelligent black people are slowly dispelling this view, but can it really be said that our firms of accountants, architects, management consultants and lawyers feel fully at ease in sending a black man to represent them at meetings in their clients' boardrooms even when such qualified blacks are on their staff?

Lord Scarman has recommended particular emphasis on black education and employment, but it will have little long-term benefit unless the professions make an equal effort. Surely this is the moment when we should look for illuminating and unequivocal leadership at the highest levels in business and the professions.

Once familiarity removes the baseless fears we can look forward to receiving the undoubted gifts which this section

of the population is anxious to contribute.

Yours faithfully,  
MICHAEL PACEY,  
44 Thorhill Road,  
Thames Ditton,  
Surrey.

## Plight of museums

From Mrs M. W. Plooman

Sir, To help our museums in their present financial straits, why isn't an entrance charge made in June, July and August? The young, the elderly and the handicapped could be exempted.

This way most tourists would contribute to the upkeep of the splendours they had come to see, while our own citizens could often arrange to visit the museums, freely, at some other time of the year.

Yours faithfully,  
M. W. PLOOMAN,  
52 Felstead Road,  
Orpington,  
Kent.

# Tightening screw on student grants

From the Master of St Catharine's College, Cambridge

Sir, The last full assessment of the maintenance grant for university students was in the mid-seventies. The figure it produced was what was needed for subsistence, together with an allowance for the special needs of students, such as books. Since then, the grant has been annually increased by a percentage based on (though usually less than) the Treasury's estimate of inflation; and that estimate in its turn has been usually less than the reality.

The announcement of the undergraduate maintenance grant for 1982-83 must destroy any pretence that the grant is any longer intended to cover subsistence fully. One is bound to ask whether there are any longer any principles on which the value of the grant is based; if so it is surely time that the Secretary of State announced what those principles now are and set up a new assessment of the grant based on them.

The fact that the latest increase in undergraduate grant is by the percentage to which the Government hope to keep the increases in public sector pay suggests a very strong constitutional presumption which must be respected. Parliament must not move unless all formal and informal precautions have been taken to ensure that the sovereign's role as Head of the Commonwealth is not impaired.

It seems unlikely that any strong objections would be raised by our fellow members of the Commonwealth. It is not as if a Queen is a novelty. If the overseas complications could be overcome, and if no serious opposition becomes apparent at home, then the case for making the change would be a strong one. And once it has been made, the House of Peers may be disposed to ask themselves whether the English and Scottish enactments which deny their daughters rights of inheritance comparable to those of princesses are any longer defensible.

# Exchange rates and inflation

From Professor Alan P. Budd

Sir, I should welcome an opportunity to expand the off-the-cuff remarks reported by Melvyn Westlake in his story of December 2.

The comments to the Society of Business Economists were related to the special conditions of 1979 and 1980 and to possible economic developments over the short term. I have not in any way revised my support for the broad terms of the Government's economic strategy nor have I changed my view that the exchange rate plays a major role in controlling inflation in the medium term.

My comments were concerned with tactics, not with strategy. With the wisdom of hindsight I believe that it was a mistake for the Government to have allowed the exchange rate to rise so rapidly during 1979 and 1980, since the impact fell disproportionately on output rather than on prices.

Further, I believe that this mistake arose from a failure to recognize the extent to which sterling M3 (the Government's chosen monetary target) was a misleading short-term indicator of monetary conditions.

In my comments on Tuesday I admitted that I had changed my mind about the past conduct of policy, but I certainly was not repudiating one of the central planks of international monetarism. I was drawing attention to problems of short-term economic policy, of which I have no doubt that the Government is completely aware.

Yours faithfully,  
A. P. BUDD,  
Professor of Economics,  
London Business School,  
Sussex Place,  
December 2, NW1.

# What SDP success means for Labour

From Dr Colin Howson

Sir, Mr Hattersley's remark (*The Times*, November 27) that the SDP's victories are born out of frustration with the state of the Labour Party in almost certainly correct. His conclusion, which appears to be that if only the "moderates" like himself can regain the ground lost to the intransigent left within his party then the electorate will gratefully restore himself and his friends to office, is not.

There is a deeper reason than even insurgent Bennery for the contemporary marked preference for the SDP over the Labour Party which is being exhibited by the British electorate. That is that the SDP, unlike the Labour Party, even a Labour Party reconstituted according to the taste of Mr Hattersley, is not the political representative of a purely sectional interest.

I refer, of course, to the enormous influence wielded over Labour Party policy by the trade unions. It is no objection that the unions represent only one voice in the formation of policy; Mr Varley's recent promise to Parliament that legislation to end or curtail some of the legal immunities presently enjoyed by the unions will be revoked by an incoming Labour Government shows just how effective this influence is. Indeed, the quiet automatic puppet nature of this response to not obviously unfair proposals reminds one very strongly of certain Eastern European leaders' reactions to anything their fraternal friends to the East might be thought to object to.

It is exactly this bland refusal to acknowledge what undoubtedly worries very many people, trade unionists included, in this country that was responsible for the defeat of Labour in 1979 and will deliver it from government in the future. When Mr Hattersley realises this he will be closer to understanding what sort of reconstitution the party requires. But of course by that time it will be too late to do him much good.

That reconstituted Labour Party already exists, though it has changed its name. And Mr Hattersley isn't in it.

Yours faithfully,  
COLIN HOWSON,  
The London School of Economics  
and Political Science,  
Houghton Street, WC2,  
November 25.

# Youth jobless schemes

From Mr Tom Pendry, MP for Stalybridge and Hyde (Labour)

Sir, In a short article in *The Times* (November 20) today you refer to the slow take-up of work placements on the youth opportunities programme in the York area. YOP is being considerably expanded by the Government, with the Prime Minister himself having given a pledge that every unemployed school leaver will be offered a place on the programme by the end of the year. The allegation therefore that young people are not taking up this offer has implications of "work-shy", and in my opinion deserves further examination.

YOP was set up under the previous Government to facilitate the transfer of young people from the dole queues into jobs. One of its basic principles was that many young people were ill-equipped to seek jobs, which would otherwise have been available to them.

At the time over 70 per cent of YOP trainees were successful in finding employment. Today the figure is less than 30 per cent. The programme is due to grow by 25 per cent in the next year alone, and serious reservations are being expressed about its original aims, but also about its unconstrained growth.

The need for closer supervision has been highlighted both by the trade unions and in recent Commons. There is increasing evidence that YOP trainees are being used as substitutes for permanent employees.

My own concern about lack of supervision on the scheme relates to safety standards, and in a

# Sponsors for engineers

From Mr Douglas Doughty

Sir, Your leader, "Wanted — a plan for skilled people" (December 2), is timely. I teach electrical engineering at a technological university. My job includes finding industrial companies willing to train our students as part of a thin sandwich course: this involves alternate periods of six months spent in industry and university, over a four-and-a-half year period.

Our students, and industry, say they like a system which provides practical "on the job" experience in parallel with college work. The professional institutions also approve. But we have insisted that students find for themselves, with our assistance of course, their own placements at competitive interview for industrial sponsorship.

But this year our numbers are down 30 per cent — mechanical and civils worse. Good students despair when they make many applications for sponsorship with leading companies without success. The bad news filters back to schools and leads to a further decline.

This happened once before in 1970 and was followed by a more general drop in engineering applications to university. Our sandwich system, built up over 25 years in cooperation with industry, is in severe danger of collapse.

No one would allow a doctor to practice without having walked the hospital wards during training. Why then expect a different standard for engineers for manufacturing industry?

Yours faithfully,  
DOUGLAS DOUGHTY,  
11 King George Avenue,  
Eusby,  
Watford,  
Hertfordshire,  
December 3.

# Conserving woodlands

From Mr George Marten

Sir, All who care for the countryside should be grateful to you for the space which you have devoted to the problem of our traditional woodlands.

No letter can do justice to a problem of such complexity and it is unfortunate that opinions expressed by this means tend to polarize views between those who approach the question academically and those who are faced with paying the bills, the wages, and the taxes which attach to the woods. The area involved is about 750,000 acres of generally high-quality land which we can ill afford to manage, either nationally or individually, in a manner which neglects its potential productivity.

It is clear that conditions do not at present exist in which sound economic management can fully accommodate the demands of conservation. The reasons are partly historical and partly the product of current policies. Forestry, agricultural depression, changing demand, the necessary deprivations of two world wars, and urgent concern for our future timber stocks have all played a part in changing the woodland scene, but perhaps the most important factor is the debilitating effect of capital taxation on owners, and through them, on woodlands themselves.

Broadleaved trees, whether planted or grown by natural regeneration from now on, will mature in the twenty-second century, and unless owners have the resources and the confidence to embark upon a century-long programme of management and care the hopes many of them share with members of the public will remain unfulfilled.

Neither public ownership, nor controls, nor grants, nor sheer

# Space for thought

From Mr R. V. Bonavita

Sir, The recent expulsion of a German television team from Malta is typical of the inept arrangement of Dominic Mintoff's administration. The team had come out to produce a programme on the issues at stake in the coming general elections and it was kicked out after interviewing critics of Mr Mintoff's treatment of the dockyard workers, the medical profession and (in my case) the University.

Of course the expulsion has done more damage to Mr Mintoff's image than anything I or other critics might otherwise have succeeded in achieving. It was a very silly thing to do.

My interview was short. The camera passed through 360 deg around our magnificent campus and came to rest on me. "Will you comment on the effects of the changes made by Mr Mintoff in the University?" asked the German interviewer. "No," I replied, "the first few metres of this film will suffice."

The campus was empty.

Yours sincerely,  
ROGER VELLA BONAVITA,  
Faculty of Education,  
The University of Malta,  
November 30.

# The Guided One

From Mr Robert Hardy

Sir, Honoured as I felt to have found the obituary notice in *The Times* on November 24, and much as I enjoyed the company of your Diarist, I am sad that in reporting my involvement with a television documentary about General Gordon in the Sudan, the obituary notice of my "tackling the Mahdi".

No one who has studied the history of the revolution led by Muhammad Ahmed Ibn Abdullah, the Mahdi, or who has had anything at all to do with Sudanese events in the Sudan would like the choice of that adjective.

The Mahdi is properly regarded as an extremely important figure both in the religious and the political history of the Sudan, and that is how we are regarding him in the documentary programme.

I expect it was a slip of the pen, but it was a slip that might well have a wrong impression to those in the Sudan, and those who represent the Sudan in this country, who are at present kindly disposed towards our enterprise.

Yours faithfully,  
ROBERT HARDY,  
Upper Bolney House,  
Upper Bolney,  
Hensley on Thames,  
Oxfordshire,  
November 26.

# Hampstead Heath

From Mr Anthony Norden

Sir, I was interested to read your letter (November 28) about Hampstead Heath from Mr Patrick Cormack, MP, et al. They complain about a development adjacent to the Heath which "might cause a loss of many mature trees".

Closer to home, but still near the Heath, in Alexandra Park, many local residents have fought assiduously against the plans of the local Haringey council to "cause the conversion of many acres of grass to carpark for cars and lorries". This is part of a £34m scheme to develop Alexandra Park and Palace into an exhibition and leisure centre. These plans are, at least, the subject of a forthcoming inquiry by the Department of the Environment.

I would suggest that Alexandra Park, though far less known than Hampstead Heath, is correspondingly in far greater need of protection.

Yours sincerely,  
A. NORDEN,  
61 Lizard Road,  
NW,  
November 28.

# Far from clear

From Mrs Alice Boase

Sir, I know that your correspondence page is an unlikely venue for household hints, but in our household we have made a small but interesting discovery, for which we hope one of your readers will be able to provide a scientific explanation.

Why is it that if ice cubes are stored in fridge or freezer in a clear plastic bag they coalesce and are completely unusable, but if an opaque bag is used the cubes remain separate and ready for instant use?

Yours sincerely,  
ALICE BOASE,  
Linden Cottage,  
Linden Chase,  
Uckfield,  
Sussex,  
November 30.











# Stock Exchange Prices

## Sharp falls

ACCOUNT DAYS : Dealings Began, Nov 23. Dealings End, Dec 4. § Contango Day, Dec 7. Settlement Day, Dec 14  
§ Forward bargains are permitted on two previous days

§ Forward bargains are permitted on two previous days

**DOUGLAS**  
**CIVIL ENGINEERING &  
BUILDING CONTRACTORS**  
BIRMINGHAM · CARDIFF · EDINBURGH · GLASGOW · LONDON · RAITH  
· SALE · STOCKTON-ON-TEES · SWANSEA · WIGAN · YATE AND OVERSEA

[illegible]



Solve your gift problems fast  
**VICTORIA WINE**  
**CHRISTMAS GIFT TOKENS**  
Exchanging at over 900 shops nationwide

# Business News

THE TIMES Friday December 4 1981

THE STRUCTURAL GROUP  
WITH STRENGTH IN DEPTH  
**ATCOST**  
01-493 0802

## Sterling and mark fall despite interest cuts

Interest rate movements dominated currencies on the world's financial markets yesterday. The pound and the Deutschmark both lost ground after cautious cuts in rates, while the dollar made substantial gains on expectations that American rates may have bottomed for the time being.

The pound fell below \$1.93 at one stage on news of the half point cut in bank base rates to 14 1/2 per cent. It recovered to finish London trading down 1.30 cents on the day at \$1.9350. The index measuring its wider international value lost 0.4 to stand at 91.4, reflecting slight weakness against Continental currencies.

In Europe, the Deutschmark and the Swiss Franc weakened after the German Federal Bank cut its special Lombard rate by 1/2 point from 11 to 10 1/2 per cent. This was swiftly followed by the Swiss National Bank which cut its Lombard rate from 7 1/2 to 7 per cent.

Herr Karl Otto Poehl, the federal bank's president, said the special Lombard cut had been confined to 1/2 per cent because of the risk of fuelling inflation and the need to maintain the improvement in the balance of payments current account.

The move surprised some sections of the currency market which had not expected any cut, in view of the Deutschmark's recent weakness and firming United States interest rates. It lost 1.32 pence to the dollar, closing in London at \$1-DM 2.2302.

Herr Poehl also announced yesterday that next year's target band for the domestic money supply would be 4 to 7 per cent, the same as in 1981 and hoped it would be possible to aim for the middle or upper half of the band.

European deposit rates rose by about 1/2 percentage point on growing expectations that United States interest rates may not fall much further in the short term. Dealers point out that the United States money supply figures have shown increases for three successive weeks—which may discourage the Federal Reserve Board from fresh relaxation of its monetary stance.

The key Fed funds rate—the rate at which banks lend each other reserves in the money market—was trading yesterday at between 12 1/2 and 13 per cent, more than a full percentage point above last week's low. American banks are unlikely to cut their prime lending rates from the present spike level of 15 1/2 or 15 3/4 per cent to which they moved earlier this week without a further downward move in the cost of funds.

The Stock Market appeared unimpressed with the latest 1/2 per cent cut in base rates to 14 1/2 per cent and showed its dissatisfaction by marking prices sharply lower (Michael Clark writes).

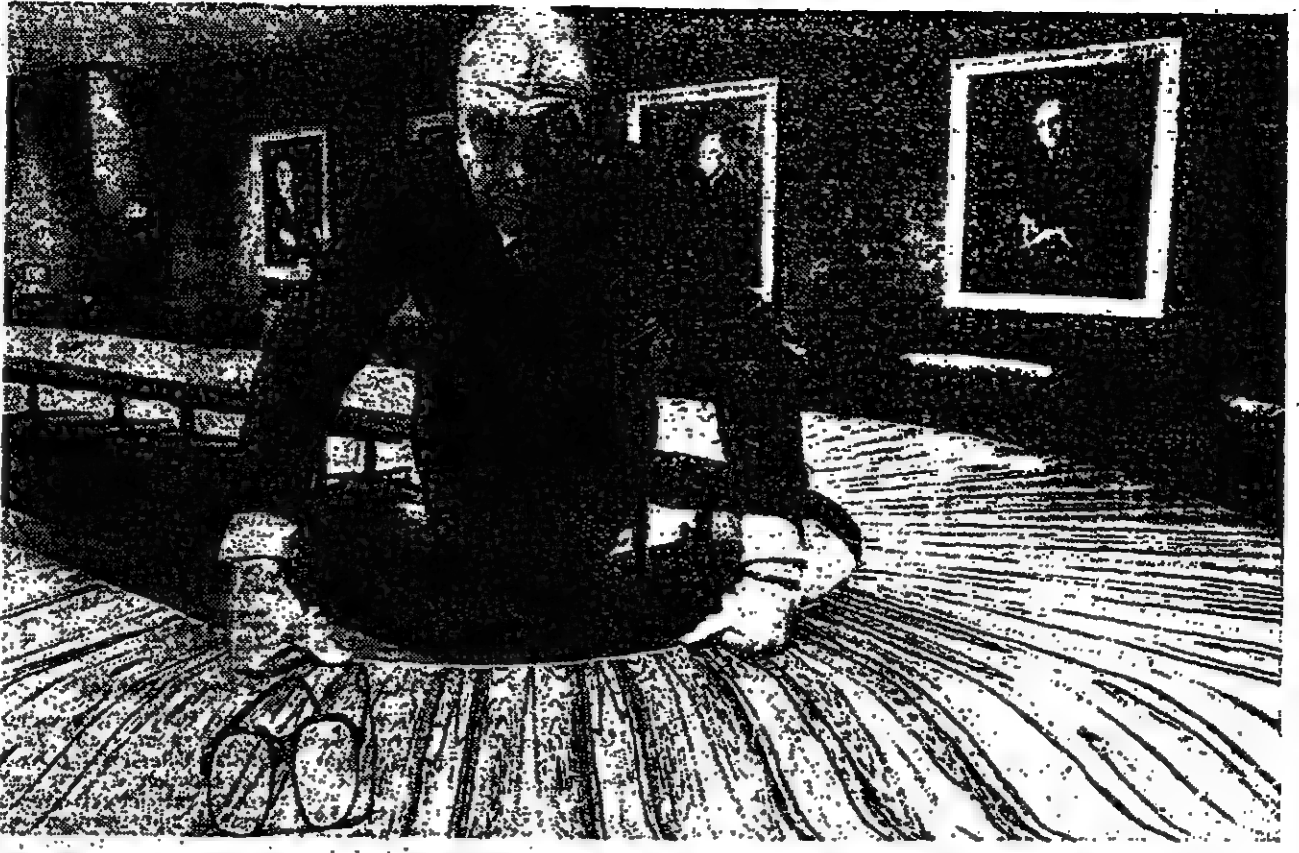
After being 11.8 down at one stage, the FT Index of 30 leading shares eventually closed 11.1 lower at 519.9 amid persistent selling.

Many dealers said the cut had already been discounted as being too little, too late, and aimed to sweeten the Chancellor's latest package of economic measures. Despite the Government's optimistic noises about a gradual return to growth the market remains far from convinced that this is actually the case.

So, with the current account due to end later today, investors decided now was the best time to take profits.

In addition, trading news from GEC, Plessey and BP fell short of expectations and with many investors already holding positions in all three groups, ahead of the figures, profit taking left all of them lower on the day.

Gilt too, were clearly disappointed by the 1/2 per cent fall and showed losses of up to 50p in places at the close in light trade.



Plessey and GEC show higher first-half profits

GEC, Britain's biggest electrical group, reported half-time profits almost a third higher at £247.8m (Paul Madsen writes). The increase was aided by a 10p to 33p GEC is raising its half-time dividend by 21.4 per cent to 6.07p gross, but Plessey did not declare a dividend. Sir John said that Plessey had recently won orders worth £100m to add to contracts worth £1,200m covered in the figures to the end of September. The new orders include a £60m contract for avionics communications in the Middle East. Plessey has also won a study project for a new sonar system for the United States navy.

## Burmah oil loses £3m corporation tax appeal

By Drew Johnston

Burmah Oil yesterday lost its legal battle over a £3m corporation tax assessment made in 1971. The House of Lords allowed an appeal of the Inland Revenue and overturned a Scottish Court of Session decision that the company was entitled to claim a capital loss arising from the liquidation of a subsidiary.

The unanimous judgment of the five Law Lords also confirmed an earlier decision of the House of Lords in the case of W. T. Ramsay Limited versus Inland Revenue Commissioners, which one of the judges, Lord Scarman, said marked a significant change in the House's judicial role towards tax avoidance.

Burmah claimed a capital tax allowance of £160m as a result of a complex series of transactions revolving around the transfer of its shareholdings in BP to one of its subsidiaries. The subsidiary later went into voluntary liquidation, giving rise to the tax loss claim.

This BP shareholding subsequently featured in another legal tussle with the Bank of England. The Bank's shares in BP to the Bank of England as part of a deal to save the company from liquidation in the wake of the 1973 oil crisis. Last July Burmah heard that it had finally lost its case that the Bank had acted unfairly in buying Burmah's 20 per cent holding in BP for less than the company claimed it was worth.

In the Revenue's case against Burmah, Lord Diplock said it seemed the only asset involved in the complex round of bookkeeping transactions was the parent company's holding of BP shares.

This artificially led to a warning by Lord Scarman: "It is of the utmost importance that the business community and others including their advisers should appreciate that the Ramsay case marks a significant change in the approach adopted by this House in its judicial role towards tax avoidance schemes."

Burmah said yesterday that the decision would not result in any immediate cash outflow from its reserves. It said the capital loss would have been available for a judgment only against capital gains made by the company since 1971, and any gains that might arise in the future.

## Royal Bank profits up £5.4m

By Peter Wilson-Smith  
Banking Correspondent

The Royal Bank of Scotland yesterday reported improved annual profits and a 10 per cent increase in dividends.

Meanwhile, the Monopolies Commission is believed to be putting the final touches on its eagerly-awaited report on the two rival bids for Royal Bank from the Hongkong and Shanghai Banking Corporation and Standard Chartered. The report has yet to reach Mr John Biffen, the Trade Secretary and a decision looks unlikely before Christmas.

Royal Bank's profits in the year to September rose from £102.5m to £107.9m pre-tax and the year's dividend was 7.7p gross. The results were a surprise to the City which expected a fall in profits of between £12m to £15m, after the fall of nearly one-fifth to £42m at the half-year. Yesterday the shares closed 2p higher at 190p.

Williams and Glyn's Royal Bank's English subsidiary accounted for most of the profit rise with an increase from £51.9m to £56.1m before tax while the Scottish division was marginally ahead from £50.3m to £51.4m.

Advances grew, Royal Bank said, by 19 per cent but average base rates were lower and the switch from current to interest bearing deposits continued. Group staff was trimmed by about 200 as part of a cost saving programme.

Sir Michael Herries, the group's chairman, reaffirmed his support for a merger with Standard Chartered and said the subsequent bid from Hongkong Bank was not approved by the Bank of England and Royal Bank believed that over- Financial Editor, page 17

## Jim Slater set to make £1.2m profit

By Peter Wainwright

Mr Jim Slater once a self-confessed "minor millionaire" yesterday made a potential £1.2m profit through a bid for Laganvale. Estate his quoted Belfast property company. The offer is from Stur's Holdings, a financial services group headed by Mr Bob Knight, a former chief of the Royal Bank of Scotland, who rescued Stur's five years ago.

Stur's is bidding £4.5m in varying forms of share paper for Laganvale into which Mr Slater injected his privately-owned Stur's Investment company last April. At one time, Mr Slater, "my" Rowland, of Laganvale had an interest in Stur's.

If Mr Slater holds on to his share stake he will end up with 11 per cent of the Stur's equity. But he will not be joining the board, Mr Knight said yesterday. "He is not interested in helping to run a financial services group. The question of Mr Slater joining the board did not even come up."

Stur's offer has been backed by the Laganvale board and holders of 46 per cent of the Laganvale shares have undertaken irrevocably to accept 51 per cent of the share issue for the deal is being underwritten by Rowe Rudd, headed by Mr Tony Rudd a former stockbroker.

Mr Slater, the financier who resigned from Slater Walker, continued. The group he built up with Mr Peter Walker, before he became Minister of Agriculture, is now a writer of children's stories. The collapse of Slater Walker left him, in his own words, "a minor millionaire."

After Slater Walker came under the protective wing of the Bank of England, the financier failed in an attempt to appeal to the House of Lords to overturn a Court ruling that he was guilty of offences under the Companies Act involving £4m.

For every two shares in Laganvale, Stur's offers three of its own shares, 10p nominal of 10 per cent convertible redeemable preference shares and 12p nominal of 16 per cent loan stock dated 1983-85.

Half the new Stur's shares are being underwritten by Rowe Rudd at 13p for each Stur's share.

The last accounts were qualified by Stur's Hayward, the accountants, over certain loan repayments. The Laganvale deal is designed to join Stur's potential earnings power with Laganvale's assets.

## Sizewell B reactor cost £1,000m

By Peter Hill  
Industrial Editor

Construction costs of Britain's first pressurized water reactor, which is planned to be built at Sizewell in Suffolk, are likely to be about £1,000m.

The National Nuclear Corporation, the industrial consortium which is responsible for designing and building Britain's nuclear power stations, is due to produce an indicative cost estimate for the Sizewell B station shortly after approval for the design was given by the Central Electricity Generating Board in October.

Last night Mr Jim Stewart, a corporation board member and chairman of the British Nuclear Forum gave some indications of the likely cost in a lecture delivered in London.

He said that on the basis of prices prevailing in June this year, the cost of an American generic design of a single 1,100 megawatt PWR plant was \$780m compared with an estimated cost for the present British design of \$1,000m. It was to be built in the United States of \$940m.

In round figures the United Kingdom designed power plant alone, excluding site, fuel and other costs, would be about \$600m which would be swollen by a further \$250m in associated engineering costs.

"I believe we have a sound and safe design of plant, which is readily constructable and is backed by a great depth of experience," he said.

The Sizewell B project is to be the subject of a public inquiry next year. The target is to order one new nuclear power station a year over the next decade.

## Germans in technology pact

From Peter Norman, Frankfurt, Dec 3

Three of West Germany's largest industrial concerns have agreed to cooperate in the rapidly growing field of telecommunications technology.

AEG-Telefunken, Robert Bosch and Mannesmann today announced a complex series of new cross-holdings in existing telecommunications subsidiaries that are intended to give the three companies the capacity to offer internationally a full programme of products in information and communications technology.

The agreements will also inject a large amount of capital into the AEG-Telefunken group which, under the agreements, will sacrifice control of what is generally regarded as one of the most promising of its subsidiaries.

The company's 41 per cent stake in Telefonbau und Normalzeit the communications concern will go into a holding company in which Bosch, with a stake of 75.5 per cent against AEG-Telefunken's 24.5 per cent, will have complete control.

It has already been arranged that the holding company should exercise an option to buy 100 per cent of the shares in Olympia's DM130m capital. A holding company, in which the Dresdner Bank, the Deutsche Bank and Westdeutsche Landesbank have indirect stakes, will then subscribe to new shares, bringing the level of capitalization back to DM130m.

The outline of this complex transaction played an important part in securing the agreement of AEG bankers for a write off of DM240m of group debt at the end of this year and an undertaking to provide the company with further financial support to the end of 1983.

## Small-business loans scheme will be reviewed

By Derek Harris

The Government's guarantee scheme aimed at encouraging bank lending to small businesses, will be re-examined by the Department of Industry in the New Year after unexpectedly high demand for loans.

This was indicated in London yesterday by Mr John MacGregor, secretary for the industry with responsibility for small businesses, at a conference on starting up in business organized by the Industrial and Commercial Finance Corporation (ICFC).

Mr David Marlow, the corporation's general manager, said it was investing £100m a year in 1,000 businesses of which 400 were just starting up.

Mr Marlow said £525m have also been guaranteed since the scheme started at the beginning of June. Reports are circulating of about six first month of such a scheme would not necessarily persist, as screening methods improved with experience. It seems unlikely that a judgment would be considered by the Government until the scheme has been operating for a reasonable period.

More than half the loans have been taken up by new businesses.

The role of small businesses in creating jobs and helping restructure the economy was emphasized by Mr MacGregor. The Department of Industry's small firms advisory service had dealt with double the number of inquiries in the first nine months of this year, he said.

Talks among ethnic business communities in Britain have been started by Mr MacGregor. Aid for small businesses were discussed yesterday.

High bad debt ratio in the companies, running into financial difficulties, but Mr MacGregor said that no cases had been reported.

He told the conference: "The scheme is bridging a gap. We shall need longer experience before other lessons come out. Early next year we shall assess our experience."

**Stock Markets**

FT Index 519.9 down 11.1  
FT 100 Index 64.05 down 0.25  
FT All Share Index 309.03 down 3.94  
Bargains 17,537

**Sterling**

£19350 down 180 points  
Index 91.4 down 0.4

**Dollar**

Index 106.0 up 0.5  
DM2.2302 up 13.2 points

**Gold**

\$416.00 up \$6.25

**Money**

3 month sterling 15 1/4-14 1/2  
3 month Euro 13-12 1/2  
6 month Euro 13 1/2-13 1/4

### PRICE CHANGES

#### Rises

Bracken Mines	5p to 12 1/2p
Cauton Sir J	3p to 29p
Churchbury Est	10p to 67 1/2p
Elphing Gold	7p to 13 1/2p
Kinross	32p to 63 1/2p
Middle Wits	20p to 65 1/2p
Pauls & Whites	8p to 18 1/2p
Rustledge & K	12p to 14 1/2p
Rustenburg	8p to 23 1/2p
Scapa Grp	7p to 16 1/2p
UC Invest	13p to 64 1/2p

#### Falls

APV Hldgs	15p to 21 1/2p
BP	12p to 26 1/2p
Beustead	8p to 10 1/2p
Britannic	8p to 26 1/2p
GEC	10p to 77 1/2p
Glen	10p to 41 1/2p
Laguna	13p to 45 1/2p
Nat Westminster	10p to 38 1/2p
Pittsburgh Bros	12p to 26 1/2p
Ranger Oil	20p to 44 1/2p
Smiths Ind	13p to 36 1/2p
Unilever	13p to 53 1/2p

## Beer output falls 15 pc

Beer production at 3 million bulk barrels of 36 gallons each plunged 15.1 per cent in October compared with the same month last year, the Brewers' Society said yesterday. It means beer production was down 5.6 per cent in the first ten months of the year on a monthly comparison and fears are growing in the trade that by the year end production could be down 7 per cent or more overall.

Trade reports indicate that sales of beer are down by more than 6 per cent at present, the Society said. The October returns could reflect some of the effects of price increases of around 4p a pint put through by many brewers over the past two months; but the impact of price increases particularly in the south of England has yet to show up.

A French news agency report said yesterday that President Mitterrand has told Algeria he is prepared to pay between \$5.25 (£2.70) and \$5.35 (£2.75) per million BTU for Algerian gas, a rise of \$1. The price would raise the cost of the gas to more than the oil products it would replace and compares with the \$4.70 at which a Soviet delegation is expected to offer Soviet gas to France.

Three French shipyards employing 11,700 people are to merge under the country's nationalization plans. They are the France-Dunkirk yard in the North and the Seyne and Ciotat yards in the South.

Contracts for equipment worth £27.2m were announced by the Coal Board yesterday. They go mainly to companies in Scotland, the North of England and the West Midlands.

### BUSINESS BRIEFING

## Britain's new export-eels

Eighteen tanks are due at Harborty, Hungary, today four days after leaving Blue Circle's cement works at Eastgate, co. Durham.

The £54,000 deal is the outcome of four years' experiments, and is the first time the company has sold to the Eastern block. The contents of the tanks are 400,000 eels.

There was doubt as to whether Hungarians like their eels in pies, jellied or with parsley sauce so it was decided that they should be shipped live—all 24 tonnes of them.

## Young workers subsidy starts

The Young Workers Scheme, announced in July, comes into operation on Monday, when employers will be able to claim Government allowances of as much as £15 a week for each employee under 18 in his first year of full time employment.

An employer will be able to claim £15 for each young employee whose gross average earnings are under £40 a week, and £7.50 a week for each employee whose gross average earnings are between £40 and £45 a week.

A total of 1,512 guarantees, worth £52.6m, have been issued under the Government's loan guarantee scheme up to the end of November. Mr John MacGregor, the Industry Minister, told a business start-up conference in London yesterday. New businesses accounted for 857 guarantees, worth £28.3m.

## BP profits fall £286m

British Petroleum made third-quarter net profits of £203m, against £209m last year. Net profits for the first nine months of this year fell £286m to £799m. Chemicals continued to lose heavily, although the rate was slightly down at £49m. Historic earnings per share for the nine months are down from 68.3p to 48.4p.

Financial Editor, page 17

Mr Christopher Hawkins, deputy chairman of Northern Foods, is to join the Avana board after the company's increase of its investment in Avana to 20.5 per cent. Dr John Randall, chairman of Avana, becomes a Northern Foods non-executive director.

Export orders, worth more than £1m, and won in four days, were announced by Dale Electric, of Eley, Yorkshire, which makes generating sets. The orders, for Nigeria, Iraq and Yemen, lift the company's order book to more than £9m, and the group's to £28m.

## Mobil plans new bid

Mobil is planning to bid again for Marathon Oil, but this time in conjunction with another oil company. Mobil hopes that a joint bid, details of which have yet to be announced, will circumvent anti-trust legislation.

The battle between US Steel and Mobil for Marathon looks more and more like being decided in the courtroom rather than on the stock exchange. Yesterday, a Cincinnati federal appeals court denied Mobil's request for a stay of a lower court order enjoining its bid. It was the second such rebuff.

US Steel, which bid \$125 (£65) a share for 51 per cent of Marathon, America's 17th biggest oil company, is the biggest oil company, is the biggest oil company, is the biggest oil company.

On Wednesday, 16 specialty steel firms filed anti-trumping suits against seven nations, including Britain.

In Brussels, the EEC commission denied that there is a secret EEC offer to negotiate an orderly steel marketing arrangement with the United States.

## 'Encouraging second half for Bellway'

K. Bell, Chairman

For Bellway Limited, a leading national housebuilder, the second half year's pre-tax profits showed significant improvement on the first half of the financial year.

Highlights for the year ending 31st July 1981 are as follows:

Turnover	£26,004,000
Pre-tax profits	£1,778,000
Post-tax profits	£1,259,000
Dividends (maintained)	7p per share
Earnings per share	9.7p

For a copy of the 1981 Annual Report contact: Company Secretary, Bellway p.l.c., Dobson House, The Regent Centre, Gosforth, Newcastle upon Tyne NE3 3LT. Tel. (0632) 850121

Developments in the South East, North, Midlands, North West, North East of England and Scottish Lowlands.

**Bellway p.l.c.**



## GKN gives assurance on motor spares

By Clifford Webb,  
Midlands Industrial  
Correspondent

Mr Roy Roberts, GKN managing director is trying to dispel the increasing concern of motor manufacturers, the company's biggest customers that GKN intends to use its "muscle" to increase the competitiveness of its fast-growing replacement parts and accessories business.

GKN Autoparts, with a network of 150 wholesale outlets, is a direct competitor of the motor manufacturers' own extensive and profitable spares business which was launched only four years ago, already has an annual turnover of £60m and employs 1,900 people.

Speaking at the opening of a £1.5m Autoparts national distribution centre at Weedon near Northampton, Mr Roberts said: "We do not regard our distribution activities merely as an outlet for our manufactured products. Indeed they form, and will form, only a small proportion of the goods we distribute."

"Suppliers may therefore have confidence that we do not intend to move backwards up the chain and commence manufacture of items not currently in our portfolio. We are present in the market as distributors and traders and our management is aware that it has to make it work independently."

It is understood that GKN manufactured parts will be restricted to 10 per cent of its range of spares and accessories.

Although Mr Roberts' statement is aimed ostensibly at companies supplying Autoparts, it will help to allay the fears of manufacturers that Britain's biggest engineering group would undercut their prices by producing a range of parts expressly for the £2,700m a year market.

By cutting out the middleman and selling direct from the factory, they feared that GKN would make big inroads into the motor trade's most profitable sector.

GKN's decision to reduce its dependants on the supply of original equipment to Britain's shrinking motor industry has also seen it pushing into overseas markets.

Mr Roberts disclosed that since it acquired Parts Industries Corporation in the United States, it had tripled its parts turnover.

## More textiles jobs at risk, union says

By Rupert Morris

Brussels and Geneva will become the graveyards of the British clothing industry, if the Government fails to take a stronger line in negotiations on renewal of the Multi-Fibre Arrangement, Mr Alec Smith, general secretary of the National Union of Tailors and Garment Workers, said yesterday.

He told members of the Clothing Institute in Glasgow that concessions by the Government on the issues of base levels, rates of growth and import quotas had put the future of the clothing industry into doubt as never before.

"Ministers, in all honesty, cannot be said to have sold the pass because they have simply given it away," he said.

The industry had thought that ministers were aware of its concerns, and were prepared to stand firm against the threat of cheap clothing imports. The Government's concessions had destroyed the possibility of giving special treatment to the developing countries.

Mr Peter Rees, the Minister for Trade, had been given the wrong brief, and if the damage were not repaired, it would put many more out of work.

Textile and clothing employers have already made similar complaints, and Mr Ian MacArthur, director of the British Textile Confederation, said that if the Government failed to secure EEC agreement on 1982 quotas, at least 30,000 jobs would be immediately at risk.

Since January last year 150,000 textile and clothing jobs have been lost. A further 30,000 jobs will go if the Government fails to achieve a tough new agreement at next week's meeting of the EEC Council of Ministers in Brussels.

Recession and the adverse impact on demand has meant that most MFA quotas on low

cost imports have not been fully used. It is therefore crucial that future import access in the third agreement is related to the level of actual imports in 1980, the last year for which figures are available, rather than 1982 quota levels, set in the more prosperous mid-1970s as stated by the British Government.

Textile and clothing industrialists and trade unions are alarmed that the Government has failed to respond to the demands of the industry which employs 600,000 people, more than those employed in the motor industry or the coal mining and steel.

The issue is whether the level of imports of textiles and clothing allowed from low wage countries such as Hongkong and South Korea should be reduced to take account of the United Kingdom's recession or whether 30,000 British workers should lose their jobs because of rising imports.

Meanwhile there has been progress in talks to renew the arrangement which expires in December 31, although progress on several secondary aspects has been made.

Japan has joined textile exporting developing countries in voicing its opposition to the EEC's proposed "surge mechanism", which would allow for tighter restraints to prevent sharp increases in textile and apparel imports.

It also criticized the community's plan to allow part of some import quotas to be reserved for outwardly processed goods, or clothing made in an exporting country with raw materials bought from the ultimate importer.

The community wants the new MFA to be more restrictive so that market disruption by imports can be prevented. The other key participant in the Geneva talks, the United States, is satisfied with the terms



Ron Dearing and Kenneth Baker start the Mount Pleasant computer.

## Post Office launches electronic mailing

By Our Technology Correspondent

The Post Office has launched what it claims is the world's first mass electronic mailing service.

Mr Ron Dearing, Post Office chairman, and Mr Kenneth Baker, Minister of State for Information Technology, inaugurated "Electronic Post" yesterday by switching on a computer at the Mount Pleasant sorting office in London.

It started the transmission of several thousand promotional letters from Reader's Digest, the first customer, to homes in the Manchester area.

The service is intended for large companies which already use computers to write and address large numbers of letters. They can now give the Post Office their magnetic tapes containing the message to be transmitted (with simple graphics, letter-head and signature) and a full address list.

The Post Office computer then transmits the data via British Telecom to the receiving Electronic Post centre, where the letters are laser-printed, addressed and sorted for delivery through the normal postal system.

Electronic Post is a hybrid between new information technology and traditional hand-delivered mail service. It is quite different from recently introduced "electronic mail" systems, such as Prestel's Mailbox, which use videodata networks to transmit a message from the screen of one individual to another.

The Post Office will run Electronic Post for an 18-month trial period between the London and Manchester areas (which together cover one third of the 22 million addresses in Britain). If customer response is good, it will be extended later to cover the whole country.

## How two bombs can immobilize NATO

By Clive Cookson

By exploding just two powerful hydrogen bombs above the atmosphere — one over Western Europe and the other over North America — the Soviet Union could immobilize almost every NATO country without directly killing or injuring anyone or destroying any property by blast or heat.

The Russians would be making use of a phenomenon known as electromagnetic pulse (EMP). Western military planners are becoming increasingly alarmed by the EMP threat, as the call of And they are beginning to speak in public about a danger that they have worried about for years in the secrecy of their research establishments.

The Institution of Electrical Engineers had a discussion on EMP in London recently to bring the subject into open scientific discussion. Speakers from the Ministry of Defence and from the defence industry set out to persuade their professional colleagues that protection against EMP should be built into new electronic systems.

EMP is a short-lived, but extremely intense, electromagnetic field, generated by a complex physical process as gamma radiation from a nuclear explosion ionizes the atmosphere.

If the bomb explodes close to the ground or in the lower atmosphere, EMP is soon absorbed by the earth and its effects are lost in the general destruction caused by blast, heat and radiation.

But if gamma rays from an explosion in space hit the upper atmosphere, the pulse can propagate and spread out over a very wide area. A large H-bomb detonated 100 kilometres above Western Europe would blanket the continent with electromagnetic energy at a rate of about one joule per square metre. Less than one-thousandth of this energy could damage some modern electronic circuits.

That is not enough to cause physical destruction or personal injury, but it would induce large surges of current in exposed electrical conductors, particularly cables and antennae. Experts believe that the entire electricity distribution system of Western Europe would be knocked out.

As Mr Wes Davidson, of Marconi Space and Defence Systems, told the Institution's members: "When one remembers that three serious faults on the United Kingdom system this summer

were responsible for disrupting supplies to a very large area of southern England, one is tempted to speculate that an exo-atmospheric explosion would lead to unprecedented chaos."

"The telephone network and radio broadcasting would also be disrupted over the same area. All this could be achieved without blast or radiation effects at ground level."

One of the unfortunate by-products of the semiconductor revolution is to make us increasingly vulnerable to the EMP threat. For silicon chips and electronic circuits are damaged by electromagnetic fields millions of times smaller than old-fashioned vacuum tubes (valves) and electromechanical devices can withstand.

There is experimental evidence about the large scale effects of EMP, because the atmospheric test ban treaty came into force just as scientists were becoming aware of the threat.

However, a hint came in July 1962, when the United States exploded an H-bomb at high altitude over an unpopulated area of the Pacific Ocean — 1,400 kilometres away in Hawaii, street lights and power lines failed.

Although modern electronic systems have never been exposed to the real thing, Britain's Atomic Weapons Research Establishment at Aldermaston and the Air Force Weapons Laboratory in the United States have spent millions of pounds trying to imitate EMP.

With the help of the simulator, the Ministry of Defence and its industrial contractors are learning to "harden" military systems against EMP. The exact techniques are secret, but the broad strategy was outlined at the Institution's seminar by Dr Philip Miller, of Marconi.

The civilian agencies liable to be knocked out by EMP — most notably the Central Electricity Generating Board and British Telecom — are no more forthcoming than the military about their precautions.

In the short term, the telephone network is becoming increasingly vulnerable to electromagnetic exchanges are gradually superseded by the electronic TEXAS and System X.

But in the long run, salvation lies in the replacement of copper telephone cables by optical fibres, which are not affected by EMP.

## IN BRIEF

### Japan to cut tariff rates next year

□ Japan's average import tariff rate next year is to fall from 5.1 to 4.1 per cent under the plan by Mr Zenko Suzuki, the Prime Minister to ease friction with its main trading partners.

Mr Tamio Amau, director-general of the ministry's information bureau, said that tariff cuts could affect about 2,000 items next year, ahead of scheduled reductions in 1983 and 1984.

The items would include computers, chocolate and biscuits, which are high on the list of tariff cuts sought by the United States and the European Economic Community. Duties would also be reduced on whisky, he said.

### \$36m Westland deal

□ The first export order for the new Westland 30 civil helicopter, with the conversion of options, is worth \$36m (about £18.5m). The contract, placed by Alpkorp, of Los Angeles, California, is for six of the helicopters, with delivery of the first three due in the last quarter of 1982, the second three to follow a year later. All are to be powered by Rolls-Royce Gnome engines. This agreement covers a further 15 on option for delivery in the mid-eighties as traffic grows.

### EEC steel inquiry

□ EEC Commission began legal proceedings against France yesterday over state aid to its steel industry. The commission wants more information on emergency loans of nearly £2,500m (about £125m) given by the government to each of two steel companies, Sacilor and Usinor.

### Tea auction

□ Singapore began a challenge to London's domination of the tea trade today by staging the first international tea auction ever held outside the British capital.

### £52m carrier order

□ Hyundai, of Korea, has received a \$100m (about £52m) order for four 38,000 dwt bulk carriers from South India Shipping.

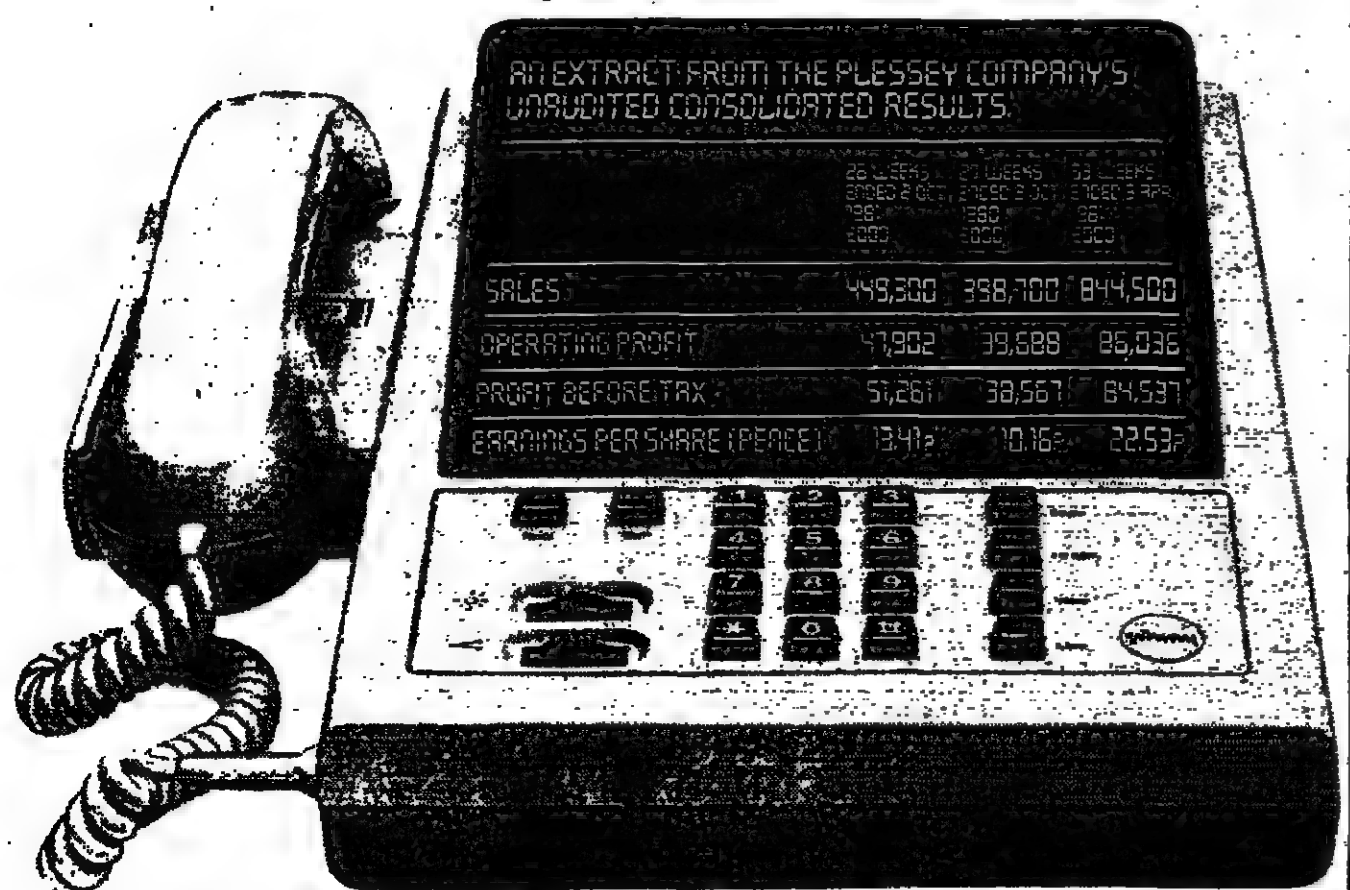
### Japan car exports

□ A senior Japanese Government official has told the United States that Japan is opposed to any reduction in its 1982 car exports below the 1.68 million units set for this year.

# Excellent performance sustained by Plessey

## 1981-82 HALF-YEAR RESULTS

- Group sales up 17% to £449.3 million
- Pre-tax profits up 32.9% to £51.3 million
- Earnings per share up 32%
- Orders at £1,212 million



**PLESSEY**

The Plessey Company plc, Vicarage Lane, Ilford, Essex IG1 4AQ.

## Bank tills ring for franchises

By Derek Harris

Franchises, from fast food outlets to plumbing services, are receiving more backing from the clearing banks.

National Westminster and Barclays, two of the big five, have now appointed staff to deal solely with the service. The banks are prepared to advance more than £10m to finance the setting up of new franchise units, under the scrutiny of a central approved controller who will act for the banks in the British Franchise Association.

Mr Duncan Whitfield, head of the Hometune car tuning service, said at the association's annual meeting in London yesterday: "The move by banks would accelerate the growth of franchises."

There are nearly 50 members of the Association, with 1,400 outlets, and their sales last year increased by nearly 15 per cent to £327.5m. A further increase of about 12 per cent is forecast for this year.

The banks could have been influenced by high profits among franchised businesses. Much may also depend on the size of the operation because some hamburger franchises cost a new-comer £30,000 although the average initial investment on a franchise is just £18,500 among the association's members, many of whose businesses are comparatively small.

Spud-U-Like, the British School of Motoring subsidiary with 11 units selling baked potatoes says that some banks have offered as much as two thirds of the £30,000 capital needed by a franchise for setting up one of its retail outlets.

Franchises now employ 20,000 people — a 10 per cent increase in the past year — but a further 25 per cent rise is forecast for next year.

## First fall in exports for Scotland

By Our Correspondent

The value of Scottish manufactured exports has gone up £500m in the past three years but because of inflation this represents a decline of 8.6 per cent.

It was the first fall since 1960 when the Scottish Council (Development and Industry) began keeping a check on exports.

A survey of the three years 1978 to 1980, published yesterday, shows that exports increased in value by 17 per cent, but the export price inflation of 28 per cent produced the 8.6 per cent decline, according to Mr Craig Campbell, the council's research director.

Scotland, however, is still more export-oriented than British industry as a whole.

The most valuable exports remain food, drink and tobacco, dominated by whisky, which accounts for 20 per cent of all Scottish manufactured exports. Whisky exports were worth £661m in 1978, £707m in 1979 and £747m in 1980.

After allowing for export price inflation, the survey reports that the only groups to show real growth were instrument and electrical engineering (up 47 per cent in value) and shipbuilding and marine engineering (up 60 per cent). Chemicals and petroleum products showed a decrease of 2 per cent and metal manufacture and metals a decrease of 9 per cent.

The survey illustrates the growing importance of the European Economic Community as a Scottish market. The community now receives more than 40 per cent of Scottish exports and nearly 45 per cent if whisky is excluded. North America now gets only 12.4 per cent and only 8.8 per cent without whisky. When Britain joined the community in 1973 both attracted 23 per cent.

## Plea for housing land

By Baron Phillips

Britain's housebuilding industry will have to spend far more of its resources on the provision of adequate services for new housing schemes, according to a study of housing land availability published yesterday by the Standing Conference on London and the South East and the House Builders Federation.

The need is the result of the cuts in local authority spending, at a time when house prices and builders' margins are already under tremendous pressure.

The study calls for more cooperation between public and private sectors in London and so encourage larger building programmes. One of the main problems is the release of land to the private sector from local authority ownership.

# Williams & Glyn's

## Interest Rate Changes

Williams & Glyn's Bank announces that with effect from 4th December 1981 its Base Rate for advances is reduced from 15% to 14½% per annum

Interest on deposits at 7 days' notice is reduced from 13% to 12½% per annum.

**WILLIAMS & GLYN'S BANK LTD**

## UNILEVER N.V.

4% REDEMPTIBLE CUMULATIVE PREFERENCE SHARES OF FL 12

ISSUED BY N.V. JEROME ARNOLD ADMINISTRATIEFONDS-EN TRUSTGEMACHT

The dividend for 1981 of 4% (FL 48) Series No. 68 will be paid on and after 4 January 1982

To obtain this dividend certificates must be based on holding forms obtainable from one of the following banks:

Midland Bank Limited, Stock Exchange Services Department, Mark Lane, London EC3N 4DA

Northern Bank Limited, 2 Waring Street, Belfast BT2 2EE

Allied Irish Banks Limited, 34-36, Victoria Place, Dublin 2

Clydebank Bank Limited, 30 St. Vincent Place, Glasgow

Separate forms are available for use (a) by Banks, UK firms of Stockbrokers, Solicitors or Chartered Accountants (b) by other claimants. Notes on the procedure, in each case, are printed on the forms.

Full details of the dividend may be obtained from the above named banks on and after 28 December 1981.

EXCHANGES of original shares for certificates of sub-shares and vice versa will be SUSPENDED from 11 December 1981 to 31 December 1981 both dates inclusive.

Certificates will only be accepted for exchange after 31 December provided that all dividends declared prior to that date have been claimed.

N.V. JEROME ARNOLD ADMINISTRATIEFONDS-EN TRUSTGEMACHT

London: The City of London, 100, Old Broad Street, EC2M 1JH

4% REDEMPTIBLE CUMULATIVE PREFERENCE ORIGINAL SHARES

The dividend for 1981 of 4% (FL 48) Series No. 68 will be paid on and after 4 January 1982

To obtain this dividend certificates must be based on holding forms obtainable from one of the following banks:

Midland Bank Limited, Stock Exchange Services Department, Mark Lane, London EC3N 4DA

Northern Bank Limited, 2 Waring Street, Belfast BT2 2EE

Allied Irish Banks Limited, 34-36, Victoria Place, Dublin 2

Clydebank Bank Limited, 30 St. Vincent Place, Glasgow



## Interest rates come down a notch

The imperious passage of Britain's largest electrical group through the troubled waters of recession continues barely ruffled. But so high are the market's expectations these days that even a 50 per cent increase in profits to £247.8m did nothing for the shares, down 15p to 779p last night on what admittedly was a poor day for equities. It seems an uncharitable reaction, even after stripping out the benefits of currency conversions and GEC's "cash mountain", now even larger than expected at £801m. Net interest received was £26.5m, little changed from last year's underlying figure, but affected

Closures will help to stem chemical losses, but oil trading remains the core of the group and is as vulnerable as ever to price and currency fluctuations. BP may top £1,000m this year, compared with a 1980 net income of £1,400m. The collapse in stock profits from £210m to £55m in the last two quarters show how unpredictable conditions are, however. BP is not out of the wood yet.

## Poland's legacy of poor planning



But one Western economist was recently heard to mutter in private that what Poland really needs is Stalinist forced labour in the mines (which could solve the debt problem almost overnight) combined with a free market in the rest of the economy.

Many factories have been enterprising enough to set up direct links with suppliers and customers when normal channels have broken down. Yet the broad effect is to reduce Poland's earning power further. Some pump-priming is needed, and Polish economists are trying to find

live pig to useless cash, so they do not take the pig to market. Instead they keep it alive, barter it locally, or sell it privately, though this practice is supposed to have been curbed since October. The result is a disastrous slump in supplies to the towns, even when there is enough in the countryside.

The Depo  
monies subje  
notice of v

But one Western economist was recently heard to mutter in private that what Poland really needs is Stalinist forced labour in the mines (which could solve the debt problem almost overnight) combined with a free market in the rest of the economy.

## Business Diary: Williams and the nuclear safety catch

A successor has yet to be named, although those wonderful people who gave you Three Mile Island, the Americans, are reported to be keen to win the post. After the problem of encouraging the Vienna-based International Atomic Energy Agency (IAEA), the United States apparently feels the Paris body may prove a more useful vehicle for nuclear cooperation in the nuclear field.

A United States Agency responsible for nuclear technology transfer for non-proliferation, the IAEA is increasingly controlled by the Third World, and Western countries barely succeeded in getting appointed a Swiss general instead of a Third World candidate.

Some readers have puzzled, and others might be rightly annoyed, by full-colour advertisements for Sony UK placed in *The Sun* during the week of the television sets from its authorised dealers even though such sets may cost £80 more than they could be offered elsewhere.

The Sony advertisement explains that unauthorised dealers are selling sets for £209.95 which look the same as those authorised at £289.95. The difference is that the "barbarian" sets were originally designed for use on the Continent and are "converted" into this country "unmateriably converted" and might not work properly when installed.

Why, readers have demanded to know, do sets which have

A Sony spokesman hastily explained: "The price difference we showed was perhaps an extreme one. We wanted to emphasize that a set bought from an unauthorized dealer might be a bargain, however cheap it appears."

"The more usual price difference is only £20 or £30, and the company's policy is to have a uniform pricing throughout," he added. "Authorized dealers have to offer demonstration facilities, after-sales service, and to honour our guarantee, so to that extent they can be undercut

But what appears to account for most of the difference is that opportunists have been taking advantage of shifts in currency exchange rates. It has become a very considerable problem for us, especially in London."

## Toilet role

You may remember that a recent book suggested that one way to increase productivity at work was to take the locks off the toilet and so encourage people to spend less time in there.

Behind Closed Doors, a gallant, eye-witness commissioned by the Crown Prosecutors, presents the results as published yesterday appears to throw that device into question, even though it concerns toilet

Good is chairman of GR and Stephens a partner in Maurice, Milbank, the stockbrokers placing 28.5 per cent of GR's enlarged capital. ... But for some time the stockbrokers has been a client of GR, as GR is now a client of the stockbrokers. Maurice's said Stephens put their business GR's way after looking at six other pitches. Likewise, said Good of the facing.

its Base Rate is reduced from 15% to 14% per annum. The basic Deposit Savings Accounts are reduced from 13% to 12½% per annum.

reduced  
%  
deposit and  
interest rates  
annum



**National  
Westminster  
Bank Limited**

**NatWest announces that with effect from Friday, 4th December, 1981, its Base Rate is reduced from 15% to 14% per annum. The basic Deposit and Savings Account rates are reduced from 13% to 12% per annum.**

## Ross Davies



## FINANCIAL NEWS

## Agriculture boosts Pauls &amp; Whites

By Paul Malmgren

A significant improvement by the agricultural division of Pauls & Whites has helped the malster and manufacturer of flours and animal feeds to increase profits by 55 per cent at the half-way stage.

Pretax profits for the six months to September 30 rose to £4.6m, against £3m for the corresponding period last year. Sales rose by 17.2 per cent to £131m.

Group trading profit was 37.4 per cent higher at £5.5m. Interest charges were down from £1.3m to £1.1m, but Mr John Clayton, the managing director, says that, finance

charges for the full year are likely to be higher than last year because the present high level of interest rates coincides with peak seasonal borrowings.

Earnings per share rose from 7.61p to 12.01p. The group is raising its half-time dividends by 28.6 per cent to 3.214p gross.

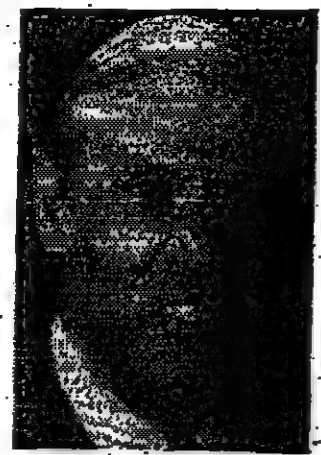
The improvement in the agricultural side was helped by an upturn in the market for the group's pig production. Export margins were improved by favourable EEC agricultural financing provisions.

Mr Clayton said that the group's malting business benefited from reduced losses in

West Germany. Exports increased and this helped to offset the continued reduction in demand from brewers and distillers in the United Kingdom.

The fall in beer consumption also led to lower demand for hop extracts, but sales of flavours to the food and beverage industries continued to grow, reflecting the impact of the group's revamped sales and marketing strategy.

In Nigeria, the group's main export market, its animal feed mill ran at full capacity, but attributable profits were reduced by exchange rate movements. Mr Clayton is looking to expand export markets elsewhere, particularly in Asia.



Mr Michael Falcon, chairman of Pauls &amp; Whites.

## Morgan Crucible falls to £5.3m after nine months

By Our Financial Staff

Morgan Crucible is still finding the United Kingdom a tough market for its specialized carbons and refractory products but is increasingly supported by its overseas companies and direct exports.

Pretax profits fell to £5.3m in the nine months to September from £8.9m last time on sales that rose by a mere 3 per cent to £97.7m. Nevertheless, this reflects a sharp improvement in the third quarter of trading since half-yearly figures to June showed a slump in pretax profits to £2.58m from £6.5m in the previous period.

The boost came from better trading overseas and exceeds profits in the same period last time—the first time since the first quarter of 1980. Results from Hydrex, the American industrial lubricants group, that Morgan bought in July for £19m, are included with profits of £200,000 on sales of £300,000. These are covered in the Acorn division

which show overall increased profits to £14m against £11m but are not evident in the pretax figures due to a cover for finance charges.

At the trading level profits are down to £7.8m from £11m but are further knocked by higher interest charges at £2.8m against £2.3m. Morgan's purchase of Hydrex was quickly followed by a call for £10m of rights issue money to finance the deal and raised its medium-term loans by £14.7m.

Hydrex is forecast to make annual pretax profits of £3m. Mr Ian Weston Smith, chairman, says direct exports and sales by overseas subsidiaries now account for 66 per cent of total sales compared with 59 per cent in the same period a year ago.

Trading margins have been under further pressure, slipping to 8.1 per cent against 11.7 per cent in the comparative period. The average last year was 10.3 per cent.

## Burnett &amp; Hallamshire up 42pc

The recession has proved only a minor irritation to Burnett & Hallamshire Holdings, the largest open-cast mining group in Britain with growing oil and property interests.

In the six months to September it has produced a rise in pretax profits of 42 per cent to £5.7m. Turnover from the Sheffield-based group jumped by 59 per cent to £50m. After slightly lower tax

charges of £1.9m and an extraordinary item of £174,000, attributable profits were £3.5m against £1.9m. This gave earnings per share of 34.6p compared with 22.26p.

Shareholders will receive a 34 per cent rise in the half-time dividend to 9.2p gross and it is the board's intention to equalize the half-year and full year payments. The group's shares rose £1 to £10½ on the news.

Mr George Helsby, chairman, says progress within the group's mining division has been excellent. The property division has experienced mixed fortunes with some weak demand at home, but there are signs the demand for industrial property is beginning to pick up. Overseas, he said, results were satisfactory and sales in the oil division were delivered well ahead of national trends.

## Scotscro buys two companies

Scotscro, the Glasgow-based packaging, food and engineering group, has made two international purchases, one in France and one in the United States, for £1.4m.

In France it has reached agreement for the acquisition of 65 per cent of the share capital of E. P. Rémy et Cie, a private company situated in Dreux. The consideration is 9.75m francs (£81,000). Permission has been received from the relevant French authorities and completion will take place in January.

Reamy manufactures and sells a wide range of bottle filling and handling equipment. In the year to last December sales were 45m francs and profits before tax but after charging interest and depreciation totalled 3.5m francs. Total net assets at December 31 were 16.4m francs.

In the United States Scotscro has reached agreement to buy the entire share capital of Swiss company whose assets are in California. The consideration will be \$1m (£513,000) in cash.

The base in California will be used to expand Scotscro's overseas sales and will provide a valuable introduction for J. Deans and Company, Scotscro's wine importer and bottler, to the fast growing Californian wine industry.

## Good Relations to join Unlisted Market

By Our Financial Staff

Good Relations Group, one of the three largest public relations consultancies in the country, yesterday was the first of its kind to open its doors to investors.

The group is joining the Unlisted Securities Market with a placing of 23.5 per cent of its equity. The issue is for 950,000 shares of 10p each at 61p per share and will raise £583,500. Since none of the directors is disposing of any shares, the entire proceeds will be kept by the group to be used for expansion plans, which include finding new premises to bring its offices under one roof.

Good Relations is forecasting pretax profits of £250,000 for the year to December 31 on turnover of about £2.4m. This compares with profits last year of £107,000 on turnover of £2m.

At the placing price, the price earnings ratio is 22.1. With the recommended dividend for next year of not less than 2.5p, the gross yield would be 5.9 per cent and covered twice on the basis of forecast earnings per share of 5.0p this year.

Good Relations, founded by Mr Anthony Good in 1960, covers a range of services from consumer to industrial, financial and corporate information to advising clients on developments at home and in the EEC. It has some 55 contracted clients on its lists with no one company exceeding 10 per cent of turnover, but Philips Industries and Johnsons Wax are among its largest clients.

Stockbrokers Laurie, Millbank arranged the share placing and dealings are expected to start next week on December 10.

## Dresdner Bank to pay dividend

Dresdner Bank, West Germany's second largest private sector bank, will be able to pay a dividend for this year despite losses on gold dealing and from an injudicious investment in fixed interest securities by its subsidiary, the Deutsche Länderbank.

Dr Hans Friedrichs, the bank's chief executive, told a press conference that the net profit for 1981 was likely to be less than last year's Dm155m (£35.8m). But the bank was now looking forward to the next year with a cautious optimism.

## Greenall climbs 10pc

By Peter Wainwright

Greenall Whitley, the largest independent brewery in the country, best known for Vladimir, the vodka from Warrington, yesterday reported a 10.5 per cent increase to £22.5m in pretax profits for the year to September 25.

This advance was better than that recently reported by Whitbread, but much worse than the one returned by Allied Lyons which was, however, recovering from a bad previous year. Turnover at Greenall went up by 8.7 per cent to £194.9m, indicating a

fall in quantities sold.

The group owns more than 1,700 hotels, pubs and off licences. The year's figures indicate that Greenall did better in the second half, but this largely reflected the timing of beer price increases. Mr Christopher Hutton, chairman, reports: "It is too early to predict current trends, but trading conditions continue to be difficult. Even so, the total dividend rose 10 per cent to 4.9p gross."

The shares fell 3p to 137p yesterday.

## The General Electric Company Limited

## Interim Report

1. The unaudited results for the six months ended 30th September 1981 are:

	6 months to 30th Sept. 1981	6 months to 30th Sept. 1980	Year to 31st March 1981
Sales (to customers outside Group)	£1,980	£1,594	£3,462
Profit before Taxation	247.8	189.7	475.8
Profit after estimated Taxation and Minority Interests	142.8	111.2	298.9
Estimated Earnings per share	26.0p	20.3p	54.5p

2. The directors have declared an interim dividend on the Ordinary Shares of 4.25p (1980, 3.5p) per share payable on 31st March 1982 to shareholders on the register at the close of business on 18th February 1982. The cost of the interim dividend is £23.3 million (1980, £19.2 million).

3. Export sales in the six months amounted to £504 million (1980, £430 million) and export orders received totalled £1,130 million (1980, £663 million).

4. Bank balances and short term deposits less bank overdrafts at 30th September 1981 were £301 million (31st March 1981, £661 million).

5. Analysis of turnover (including inter-Group sales) and profits for the six months to 30th September 1981 is as follows:

			Taxation	
	1981	1980	1981	1980
United Kingdom	£m	£m	£m	£m
Power Engineering	255	237	24.0	22.3
Industrial	167	170	21.0	20.8
Electronics, Automation and Telecommunications	660	557	85.5	55.4
Components, Cables and Wire	219	229	18.7	20.7
Consumer Products	133	139	6.9	3.0
Associated Companies	70	61	0.4	0.1
Overseas				
Subsidiaries—see below	634	359	39.7	29.2
Associated Companies	181	137	18.6	14.3
Other Activities and Items	13	11	6.5(a)	(11.5)
Interest Receivable, less Payable	—	—	26.5	35.4
	2,332	1,900	247.8	189.7

Minority Interests included above

Note: The figures above include (a) credit of £20.4 million; (b) debit of £11.4 million in respect of the Company's holdings of foreign currency balances, to value them at exchange rates ruling at 30th September 1981 and 1980 respectively; (c) credit of £8.9 million for interest received relating to an earlier period.

Overseas Subsidiaries: Territorial Analysis

	Turnover		Profit before Taxation	
	1981	1980	1981	1980
	£m	£m	£m	£m
Europe	69	62	6.9	7.6
The Americas	392	171	17.1	10.6
Australia	91	60	4.8	4.0
Asia	97	54	6.6	3.2
Africa	15	12	2.3	1.8
	634	359	39.7	29.2

S&amp;C

## Universities to finance Trust Securities project

Trust Securities Holdings, the Unlisted Securities Market quoted group headed by Mr Peter Jones, yesterday unveiled its long awaited financing of the substantial 350-acre scheme at Heathrow Airport known as the Stockley Park Project Trust.

TSH announced that the first phase of the scheme, amounting to about 1.5 million sq ft of office, industrial, retail and warehousing accommodation, will be funded by the Universities Superannuation Scheme for £50m.

It is being developed in conjunction with the London Borough of Hillingdon, and will be a mixed use commercial development. About 258 acres of the park

will be devoted to a public golf course and other facilities.

A commercial science park 50 acres to extend to around 30 acres of which 75 acres will be a low density campus-style commercial development of 1.5 million sq ft.

Now that details of the scheme have been revealed, Trust still has to get planning permission before it can begin. Mr Jones said it could start next September.

The project is likely to cost £100m to £125m to develop and could have an investment value of around £175m.

Mr Jones said yesterday the group had already received enquiries for as much as 1 million sq ft of commercial and industrial space.

## ML Duxford in liquidation

Commodity broker M. L. Duxford has gone into voluntary liquidation after unsuccessful attempts to sell both its 8, James Street, property and its business. Duxford specialised in managing commodity portfolios for both private and institutional clients, but announced that it had ceased dealing in commodities on November 17. Talks on the sale of the property and the business are still continuing. Mr George Anger of accountants Stoy Hayward has been appointed liquidator and the first creditors' meeting will be on December 16. Wilson Smithett and Cope, a subsidiary of commodity traders Guinness Peat, is the main creditor having lent Duxford more than £25m against the security of Duxford's head office premises.

## Best-ever half-year for Scapa

The Scapa Group's profits for the six months to September 30 were the best half-year in the company's history.

Although United Kingdom sales declined those in North America and other countries soared, with the result that the total was up from £39.6m to £48.9m. United Kingdom operating profits were only £30,000, but with those from North America doubling and the contribution from elsewhere higher, the total is up from £5.3m to £28m. Interest payable has fallen from £1.3m to £1m and so pretax profits have jumped by 62 per cent to £8.1m. Pretax profits for the year to March 31 reached a best-ever, £3.2m.

Lifting the interim dividend from 4p to 4.28p gross, the directors say they are confident that the year's results will show a considerable rise.

Sir J. Causton

On turnover up from £14.2m to £14.9m, pretax profits of Sir Joseph Causton and Son rose from £24,000 to £28,000 in the year to September 30.

The board explains that the continued strength of the group's specialist book printing, packaging and publishing businesses more than compensated for the decline in general commercial printing profits. The total gross dividend is going up from 2.5p to 3.04p a share.

United Wire

On turnover down from £14.6m to £14.3m, the United Wire Group's pretax profits slipped from £798,000 to £832,000 in the year to October 3. As the first half-year's profits were only £30,000, there was a big improvement in the last six months. In view of the present year's favourable outlook, the total dividend is being maintained at 8.21p gross a share.

Fine Art lower

Although sales expanded from £31.6m to £32.8m, pretax profits of Fine Art Developments, a printing and publishing group, slipped from £580,000 to £565,000 in the half-year to September 30.

Business appointments

## Overseas commercial chief for Talbot

Mr E. W. Gidd has been named the Talbot Motor Company director for overseas commercial operations. His responsibilities include Talbot's representation in Iran, Iran sales administration and overseas supply.

Mr M. J. M. Morgan has been made general manager for international coordination of Great Britain and Northern Ireland. He is at present director and general manager for sales of the subsidiary company, GEC Contractors. He succeeds Mr J. A. Beaumont, who is retiring.

Mr Roger Corley will become general manager of the General Medical and General Life Assurance Society after the retirement of Mr Leonard Hall on February 25. Mr Hall will continue as a director of the society. Mr Andrew O'Leary is to be secretary and secretary, Mr Erik Hodson assistant general manager (administrative). Mr Peter Ford joint secretary and Mr Gerard Smyth chief accountant.

Mr Jane Calman has been named the Dairy Trader Association's industrial relations director. She replaces Mr Nicholas Finney, who has been made

director of the National Association of Port Employers.

Mr Richard G. Orr has been designated vice-president for airline planning at Pan American World Airways.

Dr Charles Suckling is to join Albright & Wilson as a part-time non-executive director from January 1. He is to retire shortly from his present post as general manager of research and technology for the ICI Group worldwide.

Mr C. A. Sheppard has become deputy managing director of Cayres, Irvine Shipping on the retirement of Mr T. B. T. Gallaway. In addition to Mr Sheppard's directorships of Union-Castle Line and Clan Line he now becomes a director of King Line, Houston Line, Scottish Shipping and Scottish Tanker Company. At the same time Mr J. McNaghten has gone on to the boards of Union-Castle Line and Clan Line and Mr D. H. Evans has joined the board of The Scottish Tanker Company.

Mr Roger L. Low is now managing director of Dean White Reynolds Overseas.

Mr Ian H. Phillips has been made a director of The British Steam Specialities Group.

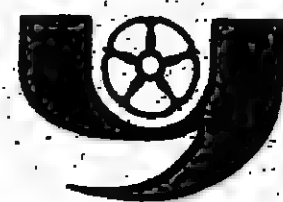
Mr Arthur Brindley, who has been deputy editor of The Sun for nine years, has become director of corporate relations for News International. He will take charge of public relations for the News Corporation and all its activities, as well as co-ordinating all corporate and staff relations for News International in Great Britain. Mr Brindley will operate from Gray's Inn Road and will take up his new duties as soon as possible.

Mr Stephen R. Patschke has been named president and chief financial officer of the Gold Group, the North American subsidiary of Consolidated Gold Fields.

Mr Frank Leach has been made director of finance for KMI Films. Previously, he was company secretary and a director, and specialises in John Chambers who leaves KMI at the end of the year.

## Yorkshire Bank Base Rate

With effect from 4th December, 1981 our Base Rate will be changed from 15% to 14% p.a.



Yorkshire Bank Limited  
Reg. Office: 20 Merrion Way  
Leeds LS2 8NZ

## THE HONGKONG BANK GROUP

announces that on and after

4th December, 1981

the following annual rates will apply

Base Rate . . . 14½% (Previously 15%)

Deposit Rate (basic) 12½% (Previously 13%)

The Hongkong and Shanghai Banking Corporation

The British Bank of the Middle East

Mercantile Bank Limited  
Antony Gibbs & Sons, Ltd.



## Co-op Bank announces a change in base rate

From 15.00% to 14.50% p.a.

With effect from

Friday, 4th December 1981

Deposit Rates will become:

7 day deposits 12.50% p.a.

1 month deposits 12.75% p.a.

Short-term deposits up

from 13.50% to 15.10% p.a.

depending on amount & term

(minimum £500 & 6 months)



Your caring sharing bank

## EVANS OF LEEDS LIMITED

Property Investment Group  
UNAUDITED RESULTS FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 1981

	Half year to 30.9.81	Half year to 30.9.80
Gross rents receivable	2,548,463	2,196,300
Interest receivable	115,853	11,447
Sum of income	2,664,316	2,207,747
Profit from development and sale of properties	34,453	48,820
Less interest charges and other expenses	2,908,726	2,320,475
Profit before taxation	1,968,977	1,143,144
Profit after taxation	1,413,749	1,171,361

Interim dividend of 1p per share payable 8th January 1982 (comparative 1981 0.525p per share).

## TSB BASE RATE

With effect from the close of business on Friday, 4th December, 1981 and until further notice TSB Base Rate will be 14½ per annum



TRUSTEE SAVINGS BANKS

Central Board

P.O. Box 33, 3 Cophthall Avenue, London EC2P 2AB.







## Visit to the lion's den may teach Barnsley the art of survival

# Campaign to help youngsters

## Prince Andrew to meet a prince among wings

**Box wins first cap**

The Australian wing, Michael O'Connor, withdrew yesterday from the team to meet Wales at Cardiff tomorrow. O'Connor injured his right knee against Leicester, he will be replaced by the 20-year-old Warrington, who will "handle" his first cap. O'Connor played against Ireland at the right wing 11's ago and scored the only try in the match. His normal position is outside centre—which is Cox's usual spot.

The lock, Duncan Hall, also

to meet  
g wings

## Against Wales

## Knocks give Ipswich problems

## For Wales?

**Investors given  
right of seat  
in new stand**

The completion of the new stand will enable the company to increase its total seating capacity at 26,773, a real ground capacity will be increased to 60,201.

Lancashire, after beating Lancashire, in the county championship semi-final last Monday, will be unchanged for the first time since the destruction as Vale of Lune on December 9.

"I appreciate the concern but the heavyweight division is had now. There is nobody who can kill a guy with one punch. I do not see any dangers out there. That is why I am back. Boxing fans are not getting their money's worth. They see 10 rounds and there is no hurt, no blood. Not like when I was fighting."

## in poor show

W. Grossmann (Austria), 2:07.55;  
W. Vostl (Switzerland), 2:07.87;  
T. Buwalda (Switzerland), 2:07.96;  
second leg: 1. F. Stalmer (Switzerland), 2:08.09;  
2. T. Buwalda (Switzerland), 2:07.13;  
3. P. Müller (Switzerland), 2:07.20;  
4. J. Walcher (Austria), 2:07.46;  
5. F. W. Hrusberger (Austria), 2:07.61;  
6. K. Rind (Canada), 2:07.79.

[illegible]

## Racing

# Solid support

By Michael Phillips  
Racing Correspondent

Smokely Dawn, 10-10 S Kightley (26-1) 1  
M O'Halloran (3-1) 2  
Goldfinger Aubrey ...P. Souderman (7-4 fav) 3  
TOTE: Wn \$1.06, places \$80, 350, 10p.  
Good F. Winner or second with any other horse  
22p. CSF \$20.24. P M Taylor at Upper  
Meribourne, (R. 2M. Malsbury (15-1) 4th 17

and North \_\_\_\_\_ Cox (5-1) 2  
ble Wren \_\_\_\_\_ S Keightley (8-1) 3  
TOTE: win 58p, places 34p, 34p, 16p. Draft  
21.63, CSF 22.42. F Wabryn at Lambourn.  
H4, N1. Storey Spring 7-2; J tan. See  
ward (8-1) 4th, 10 ran.  
LACSPOT: 210.00

[illegible]

from Cheltenham

11-4. Welcome Handshake, 3 African  
1-2 Ladiesbox, 10 Salience, 12. Shackleford  
0 others.

404-211 CHAPLAIN MURKLE (D), 3 Maple  
7132 SOLID ROCK (D), 2 Harvill, 5-  
002-270 MUSSO (C), F Winter, 5-11-0  
9-1340 RUN TO ME (D), M Mitchell, 6-1-  
BAY DRAKE, J Bridger, 6-11-0  
RAY PROSSER, Mrs K Wallson.

[illegible]

## Team sponsors

Price, 4 Slaney,  
F5er, 14 Mohawk,  
discap: £2,320:

5-11-0	S Jaber	8	0-0000	TUDOR F
4-0	DOUBTFUL			
	Francis	10	114-03	NEAT'S
5	Mr N Mitchell	31	21	MILLFIRE
	W Smith	12	413-303	SANDICCI
11-0				
	Jessica Wallace 7	13	1403-00	BURLET F
5-11-0	A Turner	14	1-1240	ESSEX
	Christina Young	15	1-pp-02	THE SOL
10	S Morgan	18	00-0020	CARAT C

[illegible]

## Queen Mother's gift horse

**ROLE (Selling: E742: 2m 120yd)**

ER, D Chapman, 4-12-0 ..... F Tuck  
SAINT (B), D Yeaman, 4-12-0 ..... R Bazy  
(B), O Brennan, 4-11-7 ..... M Brennan  
TLY, N Crisp, 4-11-7 ..... G Hawkins

Dwyer, M. Naughton, 7-10-8 ..... C Grant  
 LAD, M. H. Emmert, 4-10-7 ..... A Brown  
 FFE, V Thompson, 6-10-5 .....  
 Mr M Thompson  
 VER, W. Heigh, 4-10-5 ..... P A Charlton  
 M Cain, 6-10-2 ..... J O'Neill  
 GNT, D Chapman, 5-10-0 ..... K Whyte  
 OLD, C Lamb, 5-10-0 ..... S P Grant

RESULTS: 21,514: 3m 15s  
 RECORD: G. P. of Championed—Schly  
 (G. P.ayed) 5-11-2: R. Champion (G-4)  
 1st Place \_\_\_\_\_ 1st  
 2nd Place \_\_\_\_\_ 2nd  
 3rd Place \_\_\_\_\_ 3rd  
 4th Place \_\_\_\_\_ 4th  
 5th Place \_\_\_\_\_ 5th  
 6th Place \_\_\_\_\_ 6th  
 7th Place \_\_\_\_\_ 7th  
 8th Place \_\_\_\_\_ 8th  
 9th Place \_\_\_\_\_ 9th  
 10th Place \_\_\_\_\_ 10th  
 11th Place \_\_\_\_\_ 11th  
 12th Place \_\_\_\_\_ 12th  
 13th Place \_\_\_\_\_ 13th  
 14th Place \_\_\_\_\_ 14th  
 15th Place \_\_\_\_\_ 15th  
 16th Place \_\_\_\_\_ 16th  
 17th Place \_\_\_\_\_ 17th  
 18th Place \_\_\_\_\_ 18th  
 19th Place \_\_\_\_\_ 19th  
 20th Place \_\_\_\_\_ 20th  
 21st Place \_\_\_\_\_ 21st  
 22nd Place \_\_\_\_\_ 22nd  
 23rd Place \_\_\_\_\_ 23rd  
 24th Place \_\_\_\_\_ 24th  
 25th Place \_\_\_\_\_ 25th  
 26th Place \_\_\_\_\_ 26th  
 27th Place \_\_\_\_\_ 27th  
 28th Place \_\_\_\_\_ 28th  
 29th Place \_\_\_\_\_ 29th  
 30th Place \_\_\_\_\_ 30th  
 31st Place \_\_\_\_\_ 31st  
 32nd Place \_\_\_\_\_ 32nd  
 33rd Place \_\_\_\_\_ 33rd  
 34th Place \_\_\_\_\_ 34th  
 35th Place \_\_\_\_\_ 35th  
 36th Place \_\_\_\_\_ 36th  
 37th Place \_\_\_\_\_ 37th  
 38th Place \_\_\_\_\_ 38th  
 39th Place \_\_\_\_\_ 39th  
 40th Place \_\_\_\_\_ 40th  
 41st Place \_\_\_\_\_ 41st  
 42nd Place \_\_\_\_\_ 42nd  
 43rd Place \_\_\_\_\_ 43rd  
 44th Place \_\_\_\_\_ 44th  
 45th Place \_\_\_\_\_ 45th  
 46th Place \_\_\_\_\_ 46th  
 47th Place \_\_\_\_\_ 47th  
 48th Place \_\_\_\_\_ 48th  
 49th Place \_\_\_\_\_ 49th  
 50th Place \_\_\_\_\_ 50th  
 51st Place \_\_\_\_\_ 51st  
 52nd Place \_\_\_\_\_ 52nd  
 53rd Place \_\_\_\_\_ 53rd  
 54th Place \_\_\_\_\_ 54th  
 55th Place \_\_\_\_\_ 55th  
 56th Place \_\_\_\_\_ 56th  
 57th Place \_\_\_\_\_ 57th  
 58th Place \_\_\_\_\_ 58th  
 59th Place \_\_\_\_\_ 59th  
 60th Place \_\_\_\_\_ 60th  
 61st Place \_\_\_\_\_ 61st  
 62nd Place \_\_\_\_\_ 62nd  
 63rd Place \_\_\_\_\_ 63rd  
 64th Place \_\_\_\_\_ 64th  
 65th Place \_\_\_\_\_ 65th  
 66th Place \_\_\_\_\_ 66th  
 67th Place \_\_\_\_\_ 67th  
 68th Place \_\_\_\_\_ 68th  
 69th Place \_\_\_\_\_ 69th  
 70th Place \_\_\_\_\_ 70th  
 71st Place \_\_\_\_\_ 71st  
 72nd Place \_\_\_\_\_ 72nd  
 73rd Place \_\_\_\_\_ 73rd  
 74th Place \_\_\_\_\_ 74th  
 75th Place \_\_\_\_\_ 75th  
 76th Place \_\_\_\_\_ 76th  
 77th Place \_\_\_\_\_ 77th  
 78th Place \_\_\_\_\_ 78th  
 79th Place \_\_\_\_\_ 79th  
 80th Place \_\_\_\_\_ 80th  
 81st Place \_\_\_\_\_ 81st  
 82nd Place \_\_\_\_\_ 82nd  
 83rd Place \_\_\_\_\_ 83rd  
 84th Place \_\_\_\_\_ 84th  
 85th Place \_\_\_\_\_ 85th  
 86th Place \_\_\_\_\_ 86th  
 87th Place \_\_\_\_\_ 87th  
 88th Place \_\_\_\_\_ 88th  
 89th Place \_\_\_\_\_ 89th  
 90th Place \_\_\_\_\_ 90th  
 91st Place \_\_\_\_\_ 91st  
 92nd Place \_\_\_\_\_ 92nd  
 93rd Place \_\_\_\_\_ 93rd  
 94th Place \_\_\_\_\_ 94th  
 95th Place \_\_\_\_\_ 95th  
 96th Place \_\_\_\_\_ 96th  
 97th Place \_\_\_\_\_ 97th  
 98th Place \_\_\_\_\_ 98th  
 99th Place \_\_\_\_\_ 99th  
 100th Place \_\_\_\_\_ 100th  
 101st Place \_\_\_\_\_ 101st  
 102nd Place \_\_\_\_\_ 102nd  
 103rd Place \_\_\_\_\_ 103rd  
 104th Place \_\_\_\_\_ 104th  
 105th Place \_\_\_\_\_ 105th  
 106th Place \_\_\_\_\_ 106th  
 107th Place \_\_\_\_\_ 107th  
 108th Place \_\_\_\_\_ 108th  
 109th Place \_\_\_\_\_ 109th  
 110th Place \_\_\_\_\_ 110th  
 111th Place \_\_\_\_\_ 111th  
 112th Place \_\_\_\_\_ 112th  
 113th Place \_\_\_\_\_ 113th  
 114th Place \_\_\_\_\_ 114th  
 115th Place \_\_\_\_\_ 115th  
 116th Place \_\_\_\_\_ 116th  
 117th Place \_\_\_\_\_ 117th  
 118th Place \_\_\_\_\_ 118th  
 119th Place \_\_\_\_\_ 119th  
 120th Place \_\_\_\_\_ 120th  
 121st Place \_\_\_\_\_ 121st  
 122nd Place \_\_\_\_\_ 122nd  
 123rd Place \_\_\_\_\_ 123rd  
 124th Place \_\_\_\_\_ 124th  
 125th Place \_\_\_\_\_ 125th  
 126th Place \_\_\_\_\_ 126th  
 127th Place \_\_\_\_\_ 127th  
 128th Place \_\_\_\_\_ 128th  
 129th Place \_\_\_\_\_ 129th  
 130th Place \_\_\_\_\_ 130th  
 131st Place \_\_\_\_\_ 131st  
 132nd Place \_\_\_\_\_ 132nd  
 133rd Place \_\_\_\_\_ 133rd  
 134th Place \_\_\_\_\_ 134th  
 135th Place \_\_\_\_\_ 135th  
 136th Place \_\_\_\_\_ 136th  
 137th Place \_\_\_\_\_ 137th  
 138th Place \_\_\_\_\_ 138th  
 139th Place \_\_\_\_\_ 139th  
 140th Place \_\_\_\_\_ 140th  
 141st Place \_\_\_\_\_ 141st  
 142nd Place \_\_\_\_\_ 142nd  
 143rd Place \_\_\_\_\_ 143rd  
 144th Place \_\_\_\_\_ 144th  
 145th Place \_\_\_\_\_ 145th  
 146th Place \_\_\_\_\_ 146th  
 147th Place \_\_\_\_\_ 147th  
 148th Place \_\_\_\_\_ 148th  
 149th Place \_\_\_\_\_ 149th  
 150th Place \_\_\_\_\_ 150th  
 151st Place \_\_\_\_\_ 151st  
 152nd Place \_\_\_\_\_ 152nd  
 153rd Place \_\_\_\_\_ 153rd  
 154th Place \_\_\_\_\_ 154th  
 155th Place \_\_\_\_\_ 155th  
 156th Place \_\_\_\_\_ 156th  
 157th Place \_\_\_\_\_ 157th  
 158th Place \_\_\_\_\_ 158th  
 159th Place \_\_\_\_\_ 159th  
 160th Place \_\_\_\_\_ 160th  
 161st Place \_\_\_\_\_ 161st  
 162nd Place \_\_\_\_\_ 162nd  
 163rd Place \_\_\_\_\_ 163rd  
 164th Place \_\_\_\_\_ 164th  
 165th Place \_\_\_\_\_ 165th  
 166th Place \_\_\_\_\_ 166th  
 167th Place \_\_\_\_\_ 167th  
 168th Place \_\_\_\_\_ 168th  
 169th Place \_\_\_\_\_ 169th  
 170th Place \_\_\_\_\_ 170th  
 171st Place \_\_\_\_\_ 171st  
 172nd Place \_\_\_\_\_ 172nd  
 173rd Place \_\_\_\_\_ 173rd  
 174th Place \_\_\_\_\_ 174th  
 175th Place \_\_\_\_\_ 175th  
 176th Place \_\_\_\_\_ 176th  
 177th Place \_\_\_\_\_ 177th  
 178th Place \_\_\_\_\_ 178th  
 179th Place \_\_\_\_\_ 179th  
 180th Place \_\_\_\_\_ 180th  
 181st Place \_\_\_\_\_ 181st  
 182nd Place \_\_\_\_\_ 182nd  
 183rd Place \_\_\_\_\_ 183rd  
 184th Place \_\_\_\_\_ 184th  
 185th Place \_\_\_\_\_ 185th  
 186th Place \_\_\_\_\_ 186th  
 187th Place \_\_\_\_\_ 187th  
 188th Place \_\_\_\_\_ 188th  
 189th Place \_\_\_\_\_ 189th  
 190th Place \_\_\_\_\_ 190th  
 191st Place \_\_\_\_\_ 191st  
 192nd Place \_\_\_\_\_ 192nd  
 193rd Place \_\_\_\_\_ 193rd  
 194th Place \_\_\_\_\_ 194th  
 195th Place \_\_\_\_\_ 195th  
 196th Place \_\_\_\_\_ 196th  
 197th Place \_\_\_\_\_ 197th  
 198th Place \_\_\_\_\_ 198th  
 199th Place \_\_\_\_\_ 199th  
 200th Place \_\_\_\_\_ 200th  
 201st Place \_\_\_\_\_ 201st  
 202nd Place \_\_\_\_\_ 202nd  
 203rd Place \_\_\_\_\_ 203rd  
 204th Place \_\_\_\_\_ 204th  
 205th Place \_\_\_\_\_ 205th  
 206th Place \_\_\_\_\_ 206th  
 207th Place \_\_\_\_\_ 207th  
 208th Place \_\_\_\_\_ 208th  
 209th Place \_\_\_\_\_ 209th  
 210th Place \_\_\_\_\_ 210th  
 211st Place \_\_\_\_\_ 211st  
 212nd Place \_\_\_\_\_ 212nd  
 213rd Place \_\_\_\_\_ 213rd  
 214th Place \_\_\_\_\_ 214th  
 215th Place \_\_\_\_\_ 215th  
 216th Place \_\_\_\_\_ 216th  
 217th Place \_\_\_\_\_ 217th  
 218th Place \_\_\_\_\_ 218th  
 219th Place \_\_\_\_\_ 219th  
 220th Place \_\_\_\_\_ 220th  
 221st Place \_\_\_\_\_ 221st  
 222nd Place \_\_\_\_\_ 222nd  
 223rd Place \_\_\_\_\_ 223rd  
 224th Place \_\_\_\_\_ 224th  
 225th Place \_\_\_\_\_ 225th  
 226th Place \_\_\_\_\_ 226th  
 227th Place \_\_\_\_\_ 227th  
 228th Place \_\_\_\_\_ 228th  
 229th Place \_\_\_\_\_ 229th  
 230th Place \_\_\_\_\_ 230th  
 231st Place \_\_\_\_\_ 231st  
 232nd Place \_\_\_\_\_ 232nd  
 233rd Place \_\_\_\_\_ 233rd  
 234th Place \_\_\_\_\_ 234th  
 235th Place \_\_\_\_\_ 235th  
 236th Place \_\_\_\_\_ 236th  
 237th Place \_\_\_\_\_ 237th  
 238th Place \_\_\_\_\_ 238th  
 239th Place \_\_\_\_\_ 239th  
 240th Place \_\_\_\_\_ 240th  
 241st Place \_\_\_\_\_ 241st  
 242nd Place \_\_\_\_\_ 242nd  
 243rd Place \_\_\_\_\_ 243rd  
 244th Place \_\_\_\_\_ 244th  
 245th Place \_\_\_\_\_ 245th  
 246th Place \_\_\_\_\_ 246th  
 247th Place \_\_\_\_\_ 247th  
 248th Place \_\_\_\_\_ 248th  
 249th Place \_\_\_\_\_ 249th  
 250th Place \_\_\_\_\_ 250th  
 251st Place \_\_\_\_\_ 251st  
 252nd Place \_\_\_\_\_ 252nd  
 253rd Place \_\_\_\_\_ 253rd  
 254th Place \_\_\_\_\_ 254th  
 255th Place \_\_\_\_\_ 255th  
 256th Place \_\_\_\_\_ 256th  
 257th Place \_\_\_\_\_ 257th  
 258th Place \_\_\_\_\_ 258th  
 259th Place \_\_\_\_\_ 259th  
 260th Place \_\_\_\_\_ 260th  
 261st Place \_\_\_\_\_ 261st  
 262nd Place \_\_\_\_\_ 262nd  
 263rd Place \_\_\_\_\_ 263rd  
 264th Place \_\_\_\_\_ 264th  
 265th Place \_\_\_\_\_ 265th  
 266

1. The first step in the process is to identify the problem or issue that needs to be addressed. This involves gathering information and understanding the context of the problem.















## BL unions back deal to end tea break strike

By Clifford Webb, Midlands Industrial Correspondent

The "tea break" strike at BL's Longbridge car plant could end today. Shop stewards will recommend the 4,000 strikers to accept a peace formula reached after 12 hours of talks.

Both sides gave an undertaking not to disclose details before a mass meeting of workers today. They fear that, because of the complicated nature of the deal, prior disclosure would lead to ill-formed comment in the media which could prejudice the outcome.

But management and union sources were adamant last night that the result still hinged on how Mr Jack Adams, the works convenor, and leader of the strike, presents the deal to his members.

It is believed that BL has compromised by meeting in part the union demand that the 12 per cent cut in daily relaxation time allowance should be withdrawn. This suggests that it will be satisfied with a reduction from 52 minutes a day to 46, instead of its original demand for 40.

In return, the unions may have accepted that some increase in assembly track speeds is necessary to ensure that the one-hour reduction to a 39-hour week does not involve additional manufacturing costs.

Activity behind the scenes by Sir Michael Edwards, BL's chairman-including secret meetings with Mr Moss Evans, general secretary of the Transport and General Workers Union (TGWU), and Mr Terence Duffy, president of the Amalgamated Union of Engineering Workers (AEUW)—paved the way for the talks.

The two sides got together on Tuesday evening, after Mr Harold Musgrave, chairman of BL's light-medium car operations, received a telephone call from Mr John Barker, the TGWU full-time official responsible for Longbridge. He said the works committee wanted to meet management to discuss the compromise offers made by both sides in the previous 48 hours.

Full-time officials from other unions were hastily summoned to Longbridge, and the talks began shortly after 5 pm. With long adjournments, with first one side, then the other, considered new proposals the talks continued until 5.30 am yesterday.

One of those taking part said: "I think we all knew that if we did not succeed this time it would be a bleak Christmas for everyone."

The unions have requested that today's meeting takes place inside the plant to ensure that speakers get a fair hearing.

## Finishing touches to Queen's head



Work is nearing completion on Franka Belsky's portrait head of the Queen. The first bronze cast will go into the collection of the National Portrait Gallery, which commissioned it as a companion piece to the sculptor's head of the Duke of Edinburgh, carried out in 1979 (Robin Young writes).

## Czech spy case man had no immunity

By Craig Seton and Stewart Tendler

No offer of immunity was made to Mr Edward Scott, the former British diplomat who passed information to the Czechs, the Prime Minister decided last night. Papers had been submitted to the prosecuting authorities but they decided not to proceed, and the Foreign Secretary of the day decided that he should continue to receive his retirement pension.

Mrs Thatcher, in a written parliamentary answer, added: "There was no connection with other cases and on the evidence available little damage was likely to have been caused to the national interest."

Mrs Thatcher disclosed that following a reprimand in 1959 for helping his Czech housemaid to Vienna, Mr Scott had in 1961 been retired on immediate pension "on the grounds that he lacked the qualities required for further promotion."

Although it was "suspected" that his housemaid had been

planted on him by the Czech intelligence service, it was not until 1969 that the British services learnt that he had passed material to the Czechs, when Mr Scott was confronted and his prosecution considered.

Mrs Thatcher said that Mr Scott could lose his pension only if he were convicted of offences specified in Civil Service pension schemes. Sources close to M15 yesterday denied any deliberate leak or which had been orchestrated by the security service to reveal former Soviet spies. The public now knew most of the figures uncovered by M15 and all that remained were one or two minor individuals, they said.

Mr Nigel West, the author, claimed in *The Times* yesterday that M15 had investigated 60 people in the period from 1951 to 1963 and 12 to 16 individuals were neither cleared nor implicated. That number

of people with question marks over them was doubted yesterday by one former senior member of the intelligence community.

Mr West, who said he had been responsible for the public disclosures about Mr Leo Long and Mr Edward Scott over recent weeks, said he had no contact with serving M15 officers.

Mr Long, who confessed to the *Sunday Times* on November 1 to having been a member of the Blunt group, and Mr Scott, who confessed in the same newspaper on November 29 to contacts with Communist agents, were uncovered. Mr West claimed, through hints elicited during his research.

The view in M15 is that Mr West, who recently published a history of the service from 1905 to 1945, got his leads from "old M15 hands" who had left the service some time ago.

One source said yesterday: "There are many people who

have been through the rattle and might become casual in their later retirement. I can't believe there is anyone now in the service. Discipline has always been very good. They are rather formal chaps. If there are to be any hand outs it would be done by departmental or ministerial sources."

Confidentiality was essential to M15's work and revelations made it more difficult to do the work, especially if there were unresolved leads still to be followed up years later, it was said. One source, a leading figure in the intelligence community, said that M15 had not been happy to expose Professor Blunt publicly. "They were happy about the information gleaned from Blunt and they did not want to have that discussed," he said. The criticism about the "immunity" Professor Blunt had been given was rather absurd, because "they thought they had done a good job."

Work is nearing completion on Franka Belsky's portrait head of the Queen. The first bronze cast will go into the collection of the National Portrait Gallery, which commissioned it as a companion piece to the sculptor's head of the Duke of Edinburgh, carried out in 1979 (Robin Young writes).

Mrs Thatcher said that Mr Scott could lose his pension only if he were convicted of offences specified in Civil Service pension schemes. Sources close to M15 yesterday denied any deliberate leak or which had been orchestrated by the security service to reveal former Soviet spies. The public now knew most of the figures uncovered by M15 and all that remained were one or two minor individuals, they said.

Mrs Thatcher disclosed that following a reprimand in 1959 for helping his Czech housemaid to Vienna, Mr Scott had in 1961 been retired on immediate pension "on the grounds that he lacked the qualities required for further promotion."

Mrs Thatcher disclosed that following a reprimand in 1959 for helping his Czech housemaid to Vienna, Mr Scott had in 1961 been retired on immediate pension "on the grounds that he lacked the qualities required for further promotion."

Mrs Thatcher disclosed that following a reprimand in 1959 for helping his Czech housemaid to Vienna, Mr Scott had in 1961 been retired on immediate pension "on the grounds that he lacked the qualities required for further promotion."

Although it was "suspected" that his housemaid had been

## Marrow transplant study announced

By Annabel Ferriman, Health Services Correspondent

A working party to look at the possibility of setting up more bone-marrow transplant centres was announced by Mrs Margaret Thatcher, the Prime Minister, in the House of Commons yesterday.

The announcement follows the revelation in *The Times* yesterday that 37 children had died waiting for transplants at the Westminster Hospital, London, where doctors are limited to 25 a year through lack of funds.

Mr Dennis Skinner, Labour MP for Bolsover, asked Mrs Thatcher, at Prime Minister's question time, if she would give an assurance that "sufficient means" would be made available so that doctors were not placed in the dilemma of having to choose one child to live out of seven.

Mrs Thatcher replied that Sir Douglas Black, President of the Royal College of Physicians, had agreed to chair a working party to consider the needs for future units outside London, so that the situation would not occur again.

She said that she was very concerned about the story and what was happening. Everyone in the Government admired the excellent work being done by Professor John Hobbs at the Westminster.

The article in *The Times* yesterday revealed that bone-marrow transplants, usually used for patients with leukaemia, were also being used very successfully at the Westminster for children suffering from gangliosidosis, which usually leads to crippled limbs, deafness and brain damage.

The children who had been successfully transplanted were expected to have an ordinary lifespan instead of the 10 to 20 years they could expect without one. Many children with leukaemia were having their chances of survival also greatly increased.

The demand for bone marrow transplants nationally has been calculated at 300 to 500 a year, but only about 125 are now carried out.

Sir Douglas Black said yesterday that no one had yet been appointed to the working party, but the committee would include representatives of the Royal Colleges of Pathology, Haematology and Radiology.

## Frank Johnson in the Commons

## Assault of harmless pensioner on bench

Members of Parliament, like most Britons, presumably regard the beginning of Christmas as the start of Christmas. For yesterday there was already a touch of Yuletide all-will in the air. Mr Michael Foot, the Leader of the Opposition, showed some of his old aggressive spirit by denouncing in the most personal terms a candidate in the Bermondsey by-election which is expected in the New Year. Unfortunately it was the Labour candidate. Later there was a substantial row about housing arrangements in Norwich. Still later, following some Labour procedural sharp practice, there was a blundering Tory attempt at a sort of filibuster, just to remind us of the Labour Party and the heads are getting fat.

But first, Foot. Or rather, first, Foot. For it was with some abandon that he launched into a tirade against the Conservative newspapers. They were all very well, but what about the other nine tenths of the Parliamentary Labour Party? From them there were visible expressions of concern.

So forthright were Mr Foot's remarks that a lot of us assumed that he had not heard the recent attack on Bermondsey and thought we were discussing the application to join the party by Mr Tarkenton, the grand old man of 1967's extravaganza. Mr Foot, however, was not talking about Mr Tarkenton, but about a man who Mr Foot thought he was talking about. Later, Mr Foot interviewed to say that he had not intended to use the term "not an endorsed candidate". So it was indeed the chosen candidate of Bermondsey party who had been disclosed.

Then, for some murky procedural reason, the Government wings tried to prolong, for two and a half hours, a half-hour debate on an alleged injustice done to a Preston police doghandler. This was in order to prevent Labour forcing a debate on the previous day's economic statement. The doghandler debate included a filibustering speech by the Tory backbencher Mr Geoffrey Dickens. He achieved fame last summer as the trammer of the paedophiles and terror of the *damned*. He is thus the second most famous Dickens in English comedy.

He said he knew nothing about the doghandler. There was no doubt a logical explanation for it all. Christmas.

He said he knew nothing about the doghandler. There was no doubt a logical explanation for it all. Christmas.

## THE TIMES INFORMATION SERVICE

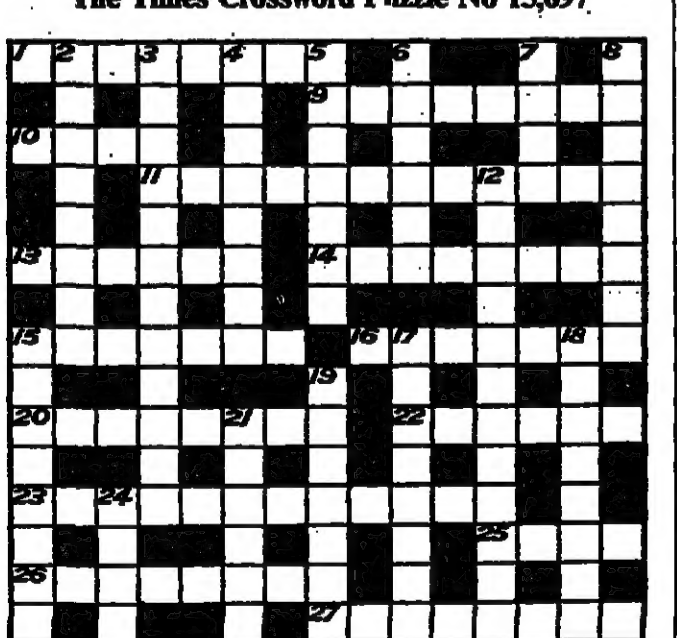
### Tomorrow's events

Princess Anne, Colonel-in-Chief, 14/20th King's Hussar continues visit to regiment at Hohen, near Hannover.

### Exhibitions

Paintings and watercolours by Turner, Tate Gallery, 10 to 6. American boys, 1870-1955, Beth Green Museum of Childhood, 10 to 6.

### The Times Crossword Puzzle No 15,697



### ACROSS

- "Tubby" tradesman takes in Dee's letters as a guide (8).
- Refinement Pussy observed in the Owl (8).
- Almost lost to charity (4).
- It's necessary before asper is quite organized (12).
- Represented by the last of fifty stars (6).
- Paper producer, formerly an underground worker (8).
- The opposite to a Gaelic clergyman? (7).
- Man-eater's description, eg. or his misrepresentation (7).
- Snapo half perty, like Becket (8).
- Old man's variety of trees (6).
- Aeneas did love such a queen (12).
- Clothing 'e gives a bird (4).
- Dust instruct leaves to be stored herein? (3-5).
- CID follow 21 perhaps on the Clyde (9).

### DOWN

- Share our lace, a lot needing repair (8).
- Removal from office recognized by Archimedes (12).
- Force and motion study of cows with muscular spasms (8).
- Sporting official may help us get a job (7).

Prize Crossword in The Times tomorrow

### Prints by Duff, Iobels, Laurence, Vertes and others, Holford Gallery, 34 Tavistock Street, 12 to 6. The Great Japan Exhibition, Royal Academy, 10 to 6. Craigie Aitchison paintings, Serpentine Gallery, 10 to 4.30.

### Provincial exhibitions

Photographs of Hebrides by Gus Wyllie, 10 to 5, and early portraits, 1868-1893, 10 to 5, both at Aberdeen Art Gallery.

### Museum

"The symbolic language of art," Laurence Bradbury, Tate Gallery, 3. "Mother Nature—mathematical genius" by John Stevenson, Science Museum, 2. "The history of the world," National History Museum, 3. London's landscape, Zoology Museum, Kensington, 2.30.

### Music

Carols, 3 (for children) and 7.30, Albert Hall. Louis Halsey Singers, Kingston-upon-Thames parish church, 8. Symphony Orchestra, Royal Albert Hall, 7.30. Christmas music, St Catharine's, Wells, 7.30.

### Walks

Dickens's London, meet St Paul's station, 2.30; "Death in the West End," meet Embankment station, 2.0; Greenwich meet Greenwich Pier, 12.30 and 3. Last chance to see Unfinished Lecture, photographs by Eusebio Lewis and Maurice O'Brien, Islington Central Library, 9 to 5.

### Exhibition of miniature deca-

ments, Knighthood Palace, 112 Old Brompton Road, 11 to 3.

### Auctions today

Bonhams, Montpelier Street: Clocks, watches, barometers and scientific instruments; ceramics and works of art, 11. Christie's, King Street: Coins, medallions, 12. Christie's, South Kensington: Books, atlases and maps, 10.30; silver 2. National Theatre, Olivier stage: Works by British theatre designers, 5.30. Kennington: Books, atlases and maps, 10.30; silver 2. National Theatre, Olivier stage: Works by British theatre designers, 5.30.

### Viewing

Christie's King Street: Chinese works of art; Renaissance bronzes; Old Master drawings, 10.30. Christie's, South Kensington: Books, atlases and maps, 10.30; silver 2. National Theatre, Olivier stage: Works by British theatre designers, 5.30.

### Today's anniversaries

Births: Thomas Carlyle, Ecclefechan, Ayrshire, 1795; Samuel Butler, author of *Breathless*, 1835; Robert Marla Ribke, Prague, 1875. Deaths: Thomas Hobbes, author of *Leviathan*, at Hardwick Hall, Wiltshire, 1633; John Gay in London, 1732. *The Observer* first published, 1791.

### The Pound

	Bank buys	Bank sells
Australia \$	1.75	1.68
Belgium Fr	36.75	36.00
Canada \$	2.37	2.28
Denmark Kr	14.52	13.82
France Fr	78.40	76.80
Germany DM	4.51	4.27
Greece Dr	122.00	114.00
Hongkong \$	11.30	10.70
India Rupee	47.50	46.00
Italy Lira	2410.00	2310.00
Japan Yen	446.00	420.00
Netherlands Gld	4.52	4.48
Norway Kr	10.55	10.05
Portugal Esc	131.00	124.00
South Africa Rd	1.92	1.78
Spain Ptas	193.25	184.25
Sweden Krona	1.00	0.95
Switzerland Fr	3.66	3.44
USA \$	2.00	1.93
Yugoslavia Dnr	94.00	88.00

### Sporting fixtures

Racing: Nth Newcastle at Kempton Park, 1; Newcastle, 12.45. Football: Second Division: Cardiff City v Derby County, 3.0; Colchester Colchester United v Blackpool, 7.30. Rugby union: Newport v Bristol, 7.15; Pontypridd v Sale, 7.15.

### Snooker: Coral UK professional

championship, Preston Guild Hall. Snooker: British championship, Richmond.

### Lawn tennis: Scottish covered

court championships, Largs. Badminton: Welsh open championships, Cwmbran NSC.

### Sport on TV

RBC 1: Snooker, 3 and 10.50. BBC 2: International pre-celebrity golf, 5.55.

### TV: Thames Sport, 6.30.

### Top box office films

- The top 10 films in London:
- 1 The French Lieutenant's Woman
- 2 Monty Python's Life of Brian
- 3 An American Werewolf in London
- 4 Shogun
- 5 True Confessions
- 6 For Your Eyes Only
- 7 Dressed to Kill/The Amityville Horror
- 8 Raiders of the Lost Ark
- 9 Monty Python's Life of Brian
- 10 The Fox and the Hound

### The top five in the provinces:

- 1 Death Hunt
- 2 Monty Python's Life of Brian/Airplane!
- 3 Stripes
- 4 An American Werewolf in London
- 5 The French Lieutenant's Woman

Compiled by Screen International.

© TIMES NEWSPAPERS Printed and published by Times Newspapers Ltd, 1, Abchurch Lane, London EC4N 3DF. Registered office: 1, Abchurch Lane, London EC4N 3DF. Telephone: 01-560 8000. Telex: 880000. Cable: 880000. Fax: 01-560 8000.

### The papers

In an editorial calling for effective action to combat a crisis of overcrowding in British prisons, *The Times* says today that too many inmates ought not to be there. Building new prisons is not the answer. The crisis is now. One in eight inmates were men held on remand. More were there for debt offences—"often a sign of social failure," it says. "It is an incompetent remedy," the paper commented.

As a result, nearly 45,000 men are held in British prisons, many of whom are not dangerous. The paper calls for a more effective system of dealing with crime.

Commenting on the forthcoming meeting between Herr Genscher and Herr Kohl in East Berlin, *The Times* says that the fact that people in East and West cannot pass it free should be the basis for the two German states, who will be talking about the normalisation of relations between the two German countries.

The Washington Post said yesterday that according to an American official, the Soviet Union is warning against too high hopes for the meeting. "The Government of East Germany is as responsible as the Soviet Union for the normal relations," it said.

The Washington Post said yesterday that according to an American official, the Soviet Union is warning against too high hopes for the meeting. "The Government of East Germany is as responsible as the Soviet Union for the normal relations," it said.

The Washington Post said yesterday that according to an American official, the Soviet Union is warning against too high hopes for the meeting. "The Government of East Germany is as responsible as the Soviet Union for the normal relations," it said.

The Washington Post said yesterday that according to an American official, the Soviet Union is warning against too high hopes for the meeting. "The Government of East Germany is as responsible as the Soviet Union for the normal relations," it said.

The Washington Post said yesterday that according to an American official, the Soviet Union is warning against too high hopes for the meeting. "The Government of East Germany is as responsible as the Soviet Union for the normal relations," it said.

The Washington Post said yesterday that according to an American official, the Soviet Union is warning against too high hopes for the meeting. "The Government of East Germany is as responsible as the Soviet Union for the normal relations," it said.

The Washington Post said yesterday that according to an American official, the Soviet Union is warning against too high hopes for the meeting. "The Government of East Germany is as responsible as the Soviet Union for the normal relations," it said.

The Washington Post said yesterday that according to an American official, the Soviet Union is warning against too high hopes for the meeting. "The Government of East Germany is as responsible as the Soviet Union for the normal relations," it said.

The Washington Post said yesterday that according to an American official, the Soviet Union is warning against too high hopes for the meeting. "The Government of East Germany is as responsible as the Soviet Union for the normal relations," it said.

The Washington Post said yesterday that according to an American official, the Soviet Union is warning against too high hopes for the meeting. "The Government of East Germany is as responsible as the Soviet Union for the normal relations," it said.

The Washington Post said yesterday that according to an American official, the Soviet Union is warning against too high hopes for the meeting. "The Government of East Germany is as responsible as the Soviet Union for the normal relations," it said.

The Washington Post said yesterday that according to an American official, the Soviet Union is warning against too high hopes for the meeting. "The Government of East Germany is as responsible as the Soviet Union for the normal relations," it said.

## Weather

Pressure will remain high to the W. of Britain. A NW airstream will be maintained over the whole country, with troughs of low pressure moving S.

### 6 am to midnight

London, SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

SE: Cloudy, a little light rain or drizzle, becoming drier from 10 to 12 (10 to 54°F). SW: Breeze, S.W. Wind, Cloudy, rain or drizzle, clear later; wind NW, moderate, occasionally fresh; temp 11 to 12 (52 to 55°F).

### NOON TODAY Pressure is shown in millibars



### High tides

# NOON TODAY